

AGENDA - Revised
EXECUTIVE FINANCE COMMITTEE
August 24, 2016 at 1:30 P.M.

Location: Treasury Conference Room, KC Admin. Bldg., Room 610 (6th Floor)

Committee Members: Councilmember Dave Upthegrove, Chair, Dwight Dively, Director PSB; Ken Guy, Director FBOD; Caroline Whalen, County Administrative Officer

Staff: Scott Matheson, Treasury Operations Manager; Mike Smith, Chief Investment Officer; Christine Denis, Credit Analyst; Manny Cristobal, Financial Accounting Supervisor

AGENDA ITEMS

1. **Action:** Approval of Minutes of the July 27, 2016 Executive Finance Committee meeting (page 2)
2. **Action:** **Interfund Loan of Surplus King County Cash (Chapter 4.24 of KC Code):** Approval of the request for an interfund for the SWD Construction Fund (000003901). They are requesting a line of credit up to \$15 million through June 30, 2017. The loan will be repaid from the proceeds of a future bond issuance. (pages 3-4)
Ebon Sutton, Enterprise Services Manager, Solid Waste Division
3. **Briefing:** July 2016 Investment Summary
 - Issuer Diversification , Credit Exposure and Compliance Report (page 5)
 - King County Investment Pool Yield & Duration versus Custom Benchmark (page 6)
 - Detailed Transaction Report - Investment Activity Summary (page 7)
 - King County Investment Pool Asset Allocation (page 8)
 - King County Investment Pool Maturity Distribution (page 9)
 - Investment Performance Review & Impaired Pool Summary (pages 10-18)
 - Interest Rate Summary (page 19)*Mike Smith, Chief Investment Officer*
4. **Action:** Committee's direction for investment of idle cash balances of specific County funds not needed for immediate expenditure.
Staff Recommendation: Direct the Treasury Section to target the maximum average duration of the King County Investment Pool at the 0.8 to 1.3 year range.
Mike Smith, Chief Investment Officer
5. **Briefing:** Interfund Borrowing for July 2016 (page 20)
 - Interfund Interest Report – County Tier 2 Funds
 - Pooled Tier 1 County Funds with Negative Cash Balances
 - Excluded County Funds with Negative Balances – Tier 2 Funds Not Paying Interest*Cheryl Lee, Chief Accountant*
 - Interfund Loans Among District & Non-County Funds (page 21)
 - Interfund Borrowings – EFC Approved Loans (page 22)*Mike Smith, Chief Investment Officer*

OTHER BUSINESS

ADJOURNMENT

MINUTES
EXECUTIVE FINANCE COMMITTEE
July 27, 2016

The Executive Finance Committee (EFC) Meeting was held July 27, 2016 at 1:30 and adjourned at 2:20 p.m.

Members Present

Dave Upthegrove
Dwight Dively
Tom Koney (for
Caroline Whalen)
Ken Guy

Others Present

Patrick Hamacher
Manny Cristobal
Jeff Muhm
Dave Reich

**Others Present -
Continued**

Scott Matheson
Mike Smith

Members Absent

Caroline Whalen

ACTION ITEMS

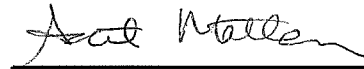
1. **Minutes** – The Committee unanimously approved the Minutes of the June 22, 2016 Executive Finance Committee meeting.
2. **Investment Direction** – The Committee unanimously approved the Treasury recommendation to maintain the maximum effective duration of the King County Investment Pool in the 0.8 to 1.3 year range.

BRIEFINGS


1. **Quarterly Review of Investment Pool** – John Molloy of PFM presented the second-quarter review of the King County Investment Pool. He provided the Committee with an overview of market conditions in the second quarter, and he pointed out the recent change to the State's CD collateralization rules, which lowered the rate from 100% to 50%. In his assessment of the pool's condition, he noted that the pool had high levels of liquidity, good diversification, strong credit quality, and commended the investment team on its diligence in ensuring the pool's compliance with all its policies. He also observed an increase in the allocation to bank notes and commercial paper holdings. He further remarked that bank notes and commercial paper offered a yield advantage over Treasuries and Agencies, which was a good thing for the pool. He noted that the pool's duration was somewhat shorter than last quarter and that being shorter made a lot of sense. Even though the pool had a shorter duration, it was able to maintain its yield by utilizing shorter, but higher yielding bank notes and commercial paper. Finally, he noted that PFM had no concerns about the pool's credit exposure and stated that the pool was being managed with sensitivity to market conditions which was a sign of good management.
2. **June 2016 Investment Summary** – The Committee was provided a summary report showing the pool was in compliance with all its policies, reviewed investment performance, and monthly investment activity. In addition, the Committee reviewed the distribution of investment holdings by maturity, security type, credit rating, and issuer. The Committee was updated on the payments received from the VFNC Trust investment. Finally, the Committee was briefed on the current interest rate and economic environment.
3. **June 2016 Interfund Borrowing** – The Committee was provided a review of both County and non-County interfund borrowing. The Committee requested that an analysis of the root cause of the negative balances in the Payroll Revolving Fund (000005540) be presented at the August meeting.

OTHER BUSINESS

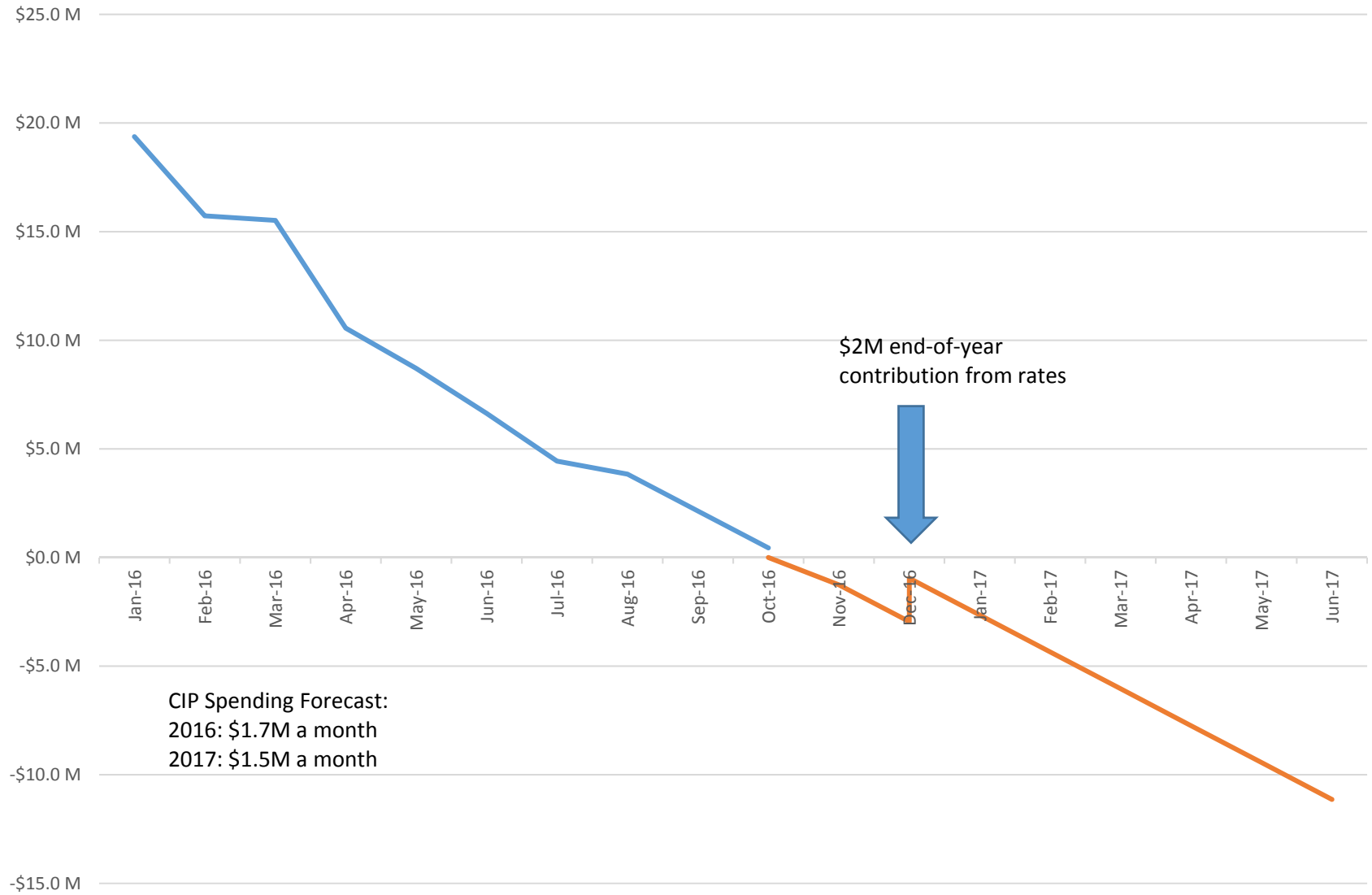
None



Scott Matheson, Treasury Manager

| COUNTY FUND APPLICATION FOR INTERFUND LOAN | | |
|---|---|---------------------|
| COUNTY FUND MANAGER CONTACT INFORMATION | | |
| Fund name and number: SWD Construction Fund (000003901) | | |
| Fund Manager: Christie True | Fund Manager Title: Director, DNRP | |
| Contact name (if different): Eben Sutton | Contact title: Enterprise Services Manager, SWD | |
| Phone: 206.477.4540 | Fax: 206.296.0197 | |
| BORROWING REQUEST DETAILS | | |
| Fund name: SWD Construction Fund | Fund number: 000003901 | |
| Term of loan requested (projected start and end date): 9/1/2016 – 6/30/2017 | | |
| Maximum negative daily cash balance during term of loan (estimated): \$ 15,000,000 | | |
| ADDITIONAL INFORMATION | | |
| <u>Why is this borrowing necessary?</u> The Solid Waste Division is proposing to defer its anticipated Q4, 2016 bond sale by using inter-fund borrowing to 2017 for two reasons: <ul style="list-style-type: none">• The delay will give DNRP an opportunity to create a “green bond” program, available to DNRP divisions and others throughout the county with qualifying projects having beneficial environmental impact. Such program is anticipated to draw new purchasers into the marketplace for SWD bonds, with the potential to resulting in lower effective interest rates on green bonds than otherwise achievable.• Market efficiencies are achieved for bond sales in the \$30-40M range; SWD’s next bond sale is planned at \$30M. The SWD Factoria Recycling and Transfer station has an Estimate to Completion (ETC) of \$17M with construction activities ending Q4, 2017. Extending the bond sale to 2017 will allow SWD to use the proceeds to additionally finance design activities for the South County Recycling & Transfer Station, which SWD estimates at \$9M during 2017-2018, along with several closed landfill projects, and exhaust bond sale proceeds by the end of 2018 (within 2 years of issuance). | | |
| <u>Is this a “Funds Transfer Loan” as defined in Section 5.9 of the County’s Interfund Loan Policy?</u> No | | |
| <u>If so, provide both the fund name and fund number of the loaning fund.</u> | | |
| <u>What will be the source of the funds to repay the interfund loan?</u> Repayment will come from a debt issuance in the first or second quarter, 2017 (as soon as practicable after the new green bond program has been established). | | |
| FUND MANAGER AUTHORIZED SIGNATURE (REQUESTING INTERFUND LOAN) | | |
| Signature:  | | |
| Print Name: Eben Sutton | | |
| Title: Enterprise Services Manager, Solid Waste Division | | |
| Date: 8/5/2016 | | |
| Please include with this application a monthly cash flow forecast showing the fund’s cash needs over the expected borrowing period. | | |
| | | |
| Interfund loan approved? <input type="checkbox"/> Yes <input type="checkbox"/> No | Date Approved/Denied: | Loan interest rate: |
| Maximum interfund loan amount approved \$ | | Repayment date: |
| Other special loan terms or comments: | | |

Actual/Anticipated Construction Fund Cash and Loan Balance 1/1/2016 to 6/30/2017



| | Jan-16 | Feb-16 | Mar-16 | Apr-16 | May-16 | Jun-16 | Jul-16 | Aug-16 | Sep-16 | Oct-16 | Nov-16 | Dec-16 | Dec-16 | Jan-17 | Feb-17 | Mar-17 | Apr-17 | May-17 | Jun-17 |
|--------------|----------|----------|----------|----------|---------|---------|---------|---------|---------|---------|----------|----------|----------|----------|----------|----------|----------|----------|---------|
| Cash Balance | \$19.4 M | \$15.7 M | \$15.5 M | \$10.6 M | \$8.7 M | \$6.6 M | \$4.4 M | \$3.8 M | \$2.1 M | \$0.4 M | | | | | | | | | |
| Loan Balance | | | | | | | | | | \$0.0 M | -\$1.3 M | -\$3.0 M | -\$1.0 M | -\$2.6 M | -\$4.3 M | -\$6.0 M | -\$7.7 M | -\$9.4 M | -\$11.1 |

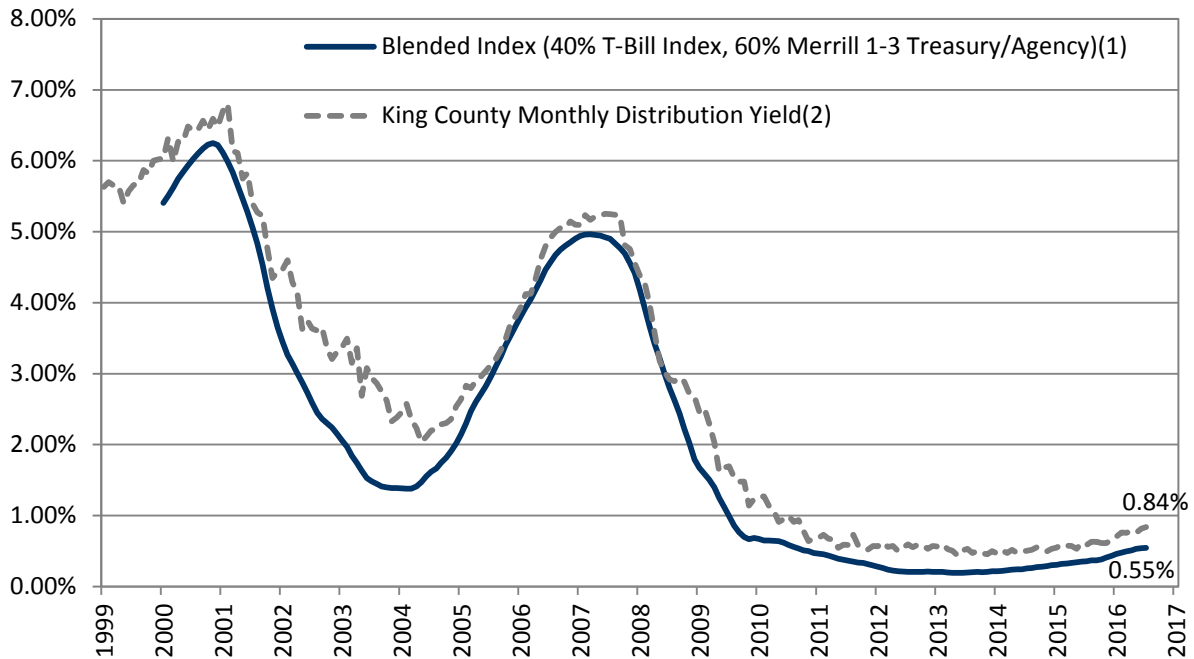
KING COUNTY INVESTMENT POOL
ISSUER DIVERSIFICATION, CREDIT EXPOSURE and COMPLIANCE REPORT
7/31/16

The investment pool complies with all constraints listed in Schedule 1 of the investment policy

| | Book Value | % of Portfolio | Issuer Limits/Restrictions | Credit Agency Ratings | | | Minimum Credit Restrictions | Maximum Maturity |
|--|--------------------|--------------------------|---|-----------------------|---------|-------|--|----------------------------|
| | | | | S&P | Moody's | Fitch | | |
| U.S. TREASURIES | | 100% | NONE | | | | NONE | 5 Years |
| U.S. T-Bills or T-Notes | \$2,176,447,390.48 | 36.9% | In Compliance | AA+ | Aaa | AAA | In Compliance | In Compliance |
| | | | 35% per agency across investment type | | | | | |
| U.S. AGENCIES | | 100% | NONE | | | | NONE | 5 Years |
| | | 30.2% | In Compliance | | | | | |
| Federal Farm Credit Bank (FFCB) | \$705,040,820.56 | 12.0% | In Compliance | AA+ | Aaa | AAA | In Compliance | In Compliance |
| Federal National Mortgage Association (FNMA) | \$399,983,061.17 | 6.8% | In Compliance | AA+ | Aaa | AAA | In Compliance | In Compliance |
| Federal Home Loan Bank (FHLB) | \$336,567,719.88 | 5.7% | In Compliance | AA+ | Aaa | AAA | In Compliance | In Compliance |
| Federal Home Loan Mortgage Corporation (FHLMC) | \$338,786,187.49 | 5.7% | In Compliance | AA+ | Aaa | AAA | In Compliance | In Compliance |
| U.S. AGENCY MORTGAGE BACKED SECURITIES | | Not to exceed 25% | 35% per agency | | | | NONE | 5 Year Average Live |
| CMO Agencies FNMA | \$6,120,257.78 | 0.1% | In Compliance | AA+ | Aaa | AAA | In Compliance | In Compliance |
| MUNICIPAL BONDS - GENERAL OBLIGATIONS | | Not to exceed 20% | Not to exceed 5% | | | | A or better | 5 Years |
| | | 0.0% | In Compliance | | | | | |
| REPURCHASE AGREEMENTS | | 100.0% | Not to exceed 25% per dealer | | | | A1/P1/F1⁽¹⁾⁽²⁾ | 60 Days |
| Wells Fargo Securities, Inc. Tri-party Repo | \$132,000,000.00 | 2.2% | In Compliance | A-1+ | N/A | N/A | In Compliance | In Compliance |
| REVERSE REPURCHASE AGREEMENTS | | Not to exceed 20% | Not to exceed 5% per dealer | | | | A1/P1/F1⁽¹⁾ | 6 Months |
| | | 0.0% | In Compliance | | | | | |
| LOCAL GOVERNMENT INVESTMENT POOL | | Not to exceed 25% | State of WA LGIP only | | | | NONE | N/A |
| Washington State Treasurer's LGIP | \$533,223,255.81 | 9.0% | In Compliance | N/A | N/A | N/A | | |
| BANKER'S ACCEPTANCES | | Not to exceed 25% | 5% per issuer across investment type | | | | A1/P1/F1⁽³⁾ | 180 Days |
| | | 0.0% | In Compliance | | | | | |
| OVERNIGHT DEPOSITS | | 100% | NONE | | | | COLLATERALIZED | |
| | | 0.3% | | | | | | |
| US Bank | \$12,815,748.10 | 0.2% | | | | | | |
| Key Bank | \$4,242,712.06 | 0.1% | | | | | | |
| Bank of America | \$295,431.15 | 0.0% | | | | | | |
| CERTIFICATES OF DEPOSIT | | Not to exceed 25% | 5% per issuer across investment type | | | | NONE | 1 Year |
| | | 0.0% | In Compliance | | | | | |
| COMMERCIAL PAPER | | Not to exceed 25% | 5% per issuer across investment type | | | | A1/P1/F1, If >100 days A or better | 270 Days |
| | | 4.2% | In Compliance | | | | | |
| MICROSOFT | \$49,984,347.22 | 0.8% | In Compliance | A-1+ | P-1 | F1+ | In Compliance | In Compliance |
| UNITED PARCEL SERVICE | \$99,808,527.77 | 1.7% | In Compliance | A-1 | P-1 | NR | In Compliance | In Compliance |
| BANK OF NOVA SCOTIA | \$99,595,013.90 | 1.7% | In Compliance | A-1 | P-1 | F1+ | In Compliance | In Compliance |
| BANK CORPORATE NOTES | | Not to exceed 20% | 5% per issuer across investment type | | | | A or better⁽³⁾ | 5 Years |
| | | 17.0% | In Compliance | | | | | |
| ROYAL BANK OF CANADA | \$211,365,972.10 | 3.6% | In Compliance | AA- | Aa3 | AA | In Compliance | In Compliance |
| TORONTO DOMINION | \$146,522,940.78 | 2.5% | In Compliance | AA- | Aa1 | AA- | In Compliance | In Compliance |
| US BANK N.A. | \$123,923,132.93 | 2.1% | In Compliance | AA- | A1 | AA | In Compliance | In Compliance |
| BANK OF AMERICA | \$118,783,576.85 | 2.0% | In Compliance | A | A1 | A+ | In Compliance | In Compliance |
| BANK OF NOVA SCOTIA | \$93,145,001.74 | 1.6% | In Compliance | A+ | Aa3 | AA- | In Compliance | In Compliance |
| PNC BANK | \$167,294,276.94 | 2.8% | In Compliance | A | A2 | A+ | In Compliance | In Compliance |
| WELLS FARGO BANK N.A. | \$70,745,516.31 | 1.2% | In Compliance | AA- | Aa2 | AA | In Compliance | In Compliance |
| BANK OF MONTREAL | \$71,162,024.64 | 1.2% | In Compliance | A+ | Aa3 | AA- | In Compliance | In Compliance |
| | \$5,897,852,915.66 | 100.0% | | | | | | |
| ADDITIONAL PORTFOLIO LEVEL REQUIREMENTS | Actual | Status | | | | | | |
| Effective Duration Less Than 1.5 Years | 0.981 | In Compliance | | | | | | |
| 40% of Portfolio Value 12 Months or Less | 56.3% | In Compliance | | | | | | |
| Corporate Exposure Not Greater Than 50% | 21.2% | In Compliance | | | | | | |

(1) Must be rated by at least one nationally recognized rating agency
(2) Also backed by collateral
(3) Must be rated by at least 2 nationally recognized rating agencies

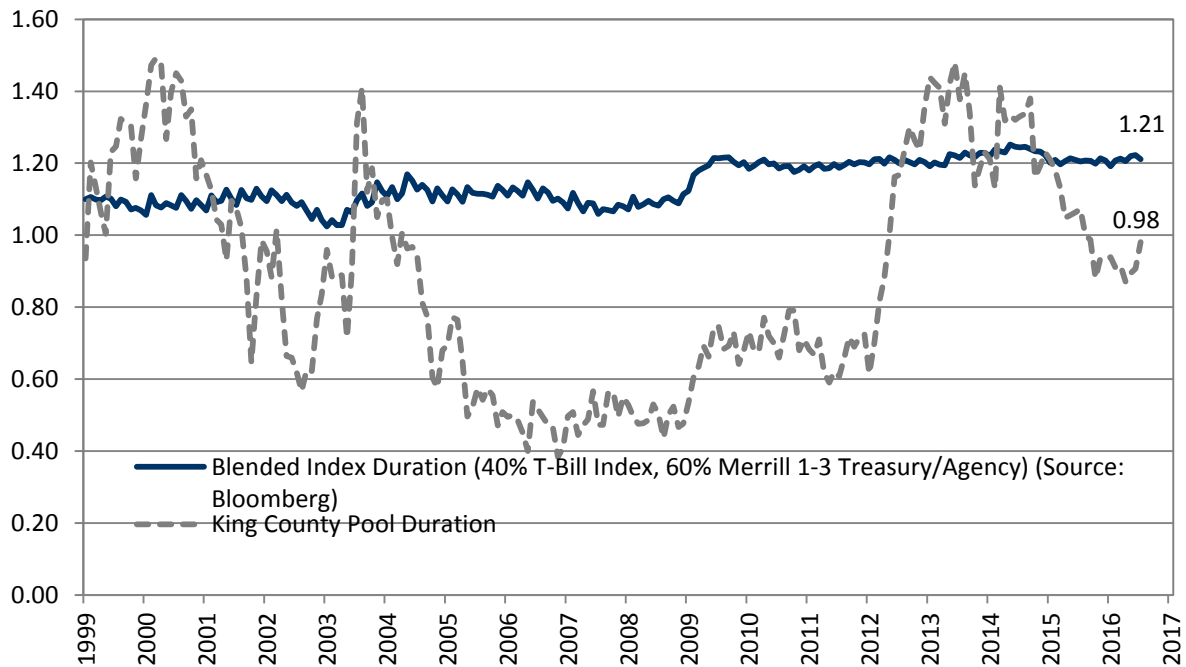
King County Monthly Distribution Yield Versus Custom Index



(1) Calculation for index return adjusted from coupon return to the 12-month moving average of the index's effective yield. (Source: Bloomberg)

(2) Does not include negative distributions from the Impaired Pool

King County Monthly Duration Versus Custom Index



DETAIL TRANSACTION REPORT



July 2016 Transactions

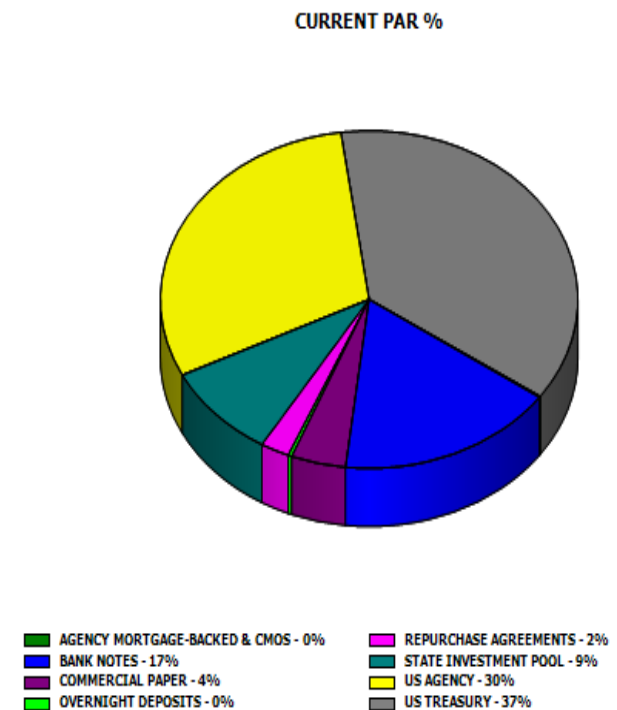
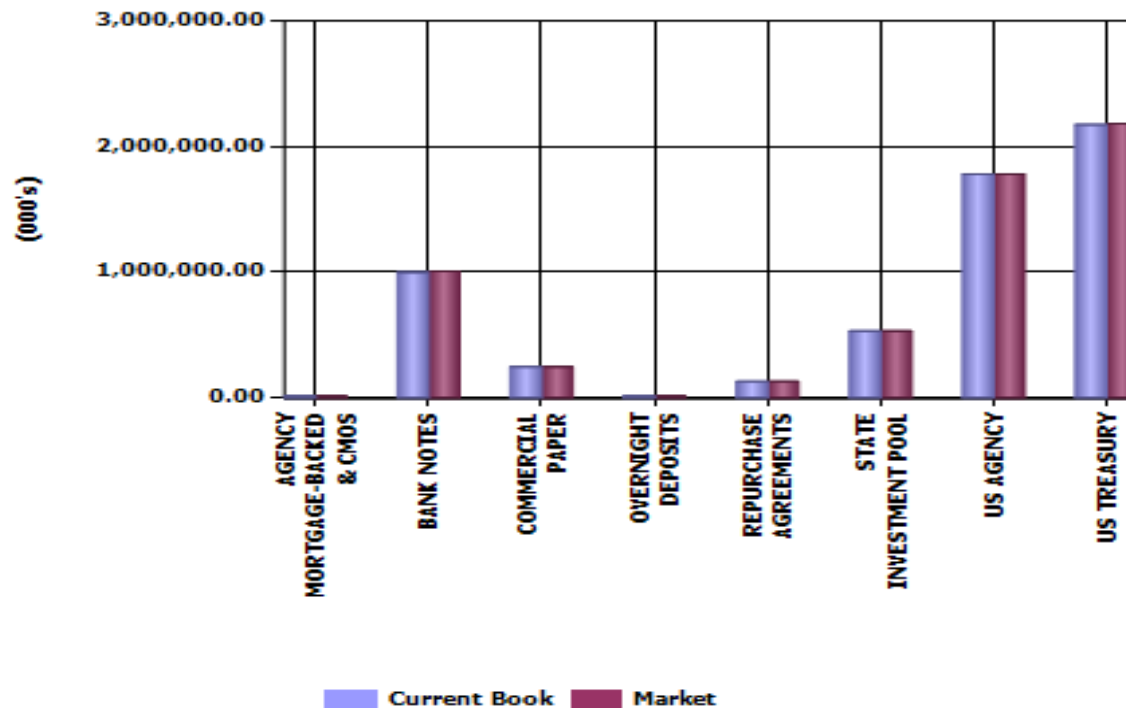
| DESCRIPTION | AVG RATE | AVG PAR |
|------------------|-------------|----------------|
| PURCHASES | | |
| REPO | .330 | 106,500,000.00 |

| DESCRIPTION | COUPON | MATURIT Y | SETTLED | BK YLD | PAR VALUE | BOOK VALUE | GAIN/(LOSS) |
|--------------------------|--------|--------------|------------|--------|-----------------------|-----------------------|-------------|
| PURCHASES | | | | | | | |
| TORONTO DOM BANK | 1.450 | 08/13/2019 | 07/13/2016 | 1.453 | 20,000,000.00 | 19,998,200.00 | |
| BANK OF MONTREAL | 1.800 | 07/31/2018 | 07/18/2016 | 1.275 | 20,000,000.00 | 20,210,000.00 | |
| ROYAL BK CANADA | 2.000 | 12/10/2018 | 07/18/2016 | 1.355 | 25,000,000.00 | 25,378,500.00 | |
| WELLS FARGO BANK | 1.750 | 05/24/2019 | 07/18/2016 | 1.273 | 50,000,000.00 | 50,665,500.00 | |
| FREDDIE MAC CALLABLE Qua | 1.050 | 07/27/2018 | 07/27/2016 | 1.073 | 50,000,000.00 | 49,977,500.00 | |
| FANNIE MAE CALLABLE Onet | .875 | 07/27/2018 | 07/27/2016 | .978 | 50,000,000.00 | 49,898,500.00 | |
| ROYAL BK CANADA | 1.500 | 07/29/2019 | 07/29/2016 | 1.539 | 50,000,000.00 | 49,943,000.00 | |
| LGIP | .489 | 08/01/2016 | 07/31/2016 | .489 | 221,587.16 | 221,587.16 | |
| TOTAL PURCHASES | | | | | 265,221,587.16 | 266,292,787.16 | |

| | | | | | | | |
|--------------------|------|------------|------------|------|-----------------------|-----------------------|-----------------|
| SELLS | | | | | | | |
| FFCB DISCOUNT NT | .000 | 08/03/2016 | 07/15/2016 | .321 | 44,000,000.00 | 43,992,568.89 | 580.55 |
| FFCB DISCOUNT NT | .000 | 08/16/2016 | 07/18/2016 | .361 | 50,000,000.00 | 49,985,500.00 | 2,054.17 |
| FFCB DISCOUNT NT | .000 | 08/16/2016 | 07/27/2016 | .361 | 50,000,000.00 | 49,990,160.71 | 2,644.85 |
| TOTAL SELLS | | | | | 144,000,000.00 | 143,968,229.60 | 5,279.57 |



| Assets (000's) | PAR | BOOK | MARKET | MKT/BK | Yield |
|-------------------------------|---------------------|---------------------|---------------------|----------------|--------------|
| AGENCY MORTGAGE-BACKED & CMOS | 6,023.55 | 6,120.26 | 6,573.26 | 107.40% | 4.34% |
| BANK NOTES | 1,000,884.00 | 1,002,942.44 | 1,007,868.41 | 100.49% | 1.37% |
| COMMERCIAL PAPER | 250,000.00 | 249,387.89 | 249,513.53 | 100.05% | 0.72% |
| OVERNIGHT DEPOSITS | 17,353.89 | 17,353.89 | 17,353.89 | 100.00% | 0.00% |
| REPURCHASE AGREEMENTS | 132,000.00 | 132,000.00 | 132,000.00 | 100.00% | 0.36% |
| STATE INVESTMENT POOL | 533,223.26 | 533,223.26 | 533,223.26 | 100.00% | 0.49% |
| US AGENCY | 1,781,773.00 | 1,780,377.79 | 1,783,085.17 | 100.15% | 0.75% |
| US TREASURY | 2,175,000.00 | 2,176,447.39 | 2,184,881.00 | 100.39% | 0.88% |
| Totals (000's): | 5,896,257.70 | 5,897,852.92 | 5,914,498.51 | 100.28% | 0.87% |

PORTFOLIO


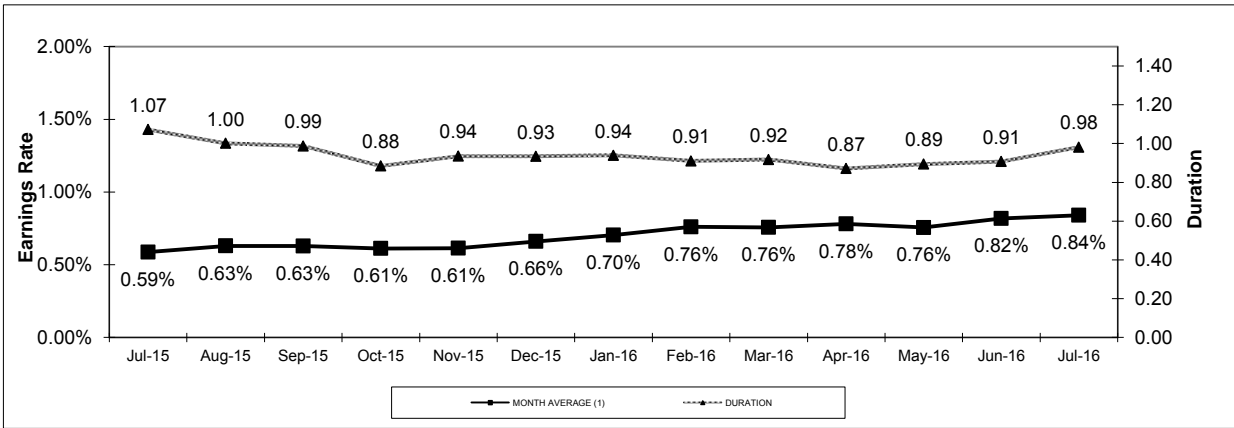
KING COUNTY INVESTMENT POOL

MATURITY DISTRIBUTION AS OF 07/31/2016

| <u>CALL/MATURITY</u> | <u>DATE RANGE</u> | <u>NO OF INV</u> | <u>BOOK VALUE</u> | <u>%</u> | <u>CUM %</u> |
|----------------------|---------------------|------------------|-------------------|----------|--------------|
| 0 TO 1 MONTHS | 08/01/16 - 09/03/16 | 7 | 757,583,036.46 | 12.8% | 12.8% |
| 1 TO 3 MONTHS | 09/04/16 - 10/31/16 | 18 | 709,312,174.37 | 12.0% | 24.9% |
| 3 TO 6 MONTHS | 11/01/16 - 01/31/17 | 23 | 788,750,787.08 | 13.4% | 38.2% |
| 6 TO 12 MONTHS | 02/01/17 - 07/31/17 | 19 | 1,062,212,045.46 | 18.0% | 56.3% |
| 12 TO 24 MONTHS | 08/01/17 - 07/31/18 | 48 | 1,906,476,467.50 | 32.3% | 88.6% |
| 24 TO 36 MONTHS | 08/01/18 - 07/31/19 | 10 | 481,740,658.70 | 8.2% | 96.7% |
| 36 TO ** MONTHS | 08/01/19 - | 10 | 191,777,746.09 | 3.3% | 100.0% |
| GRAND TOTALS | | 135 | 5,897,852,915.66 | | |

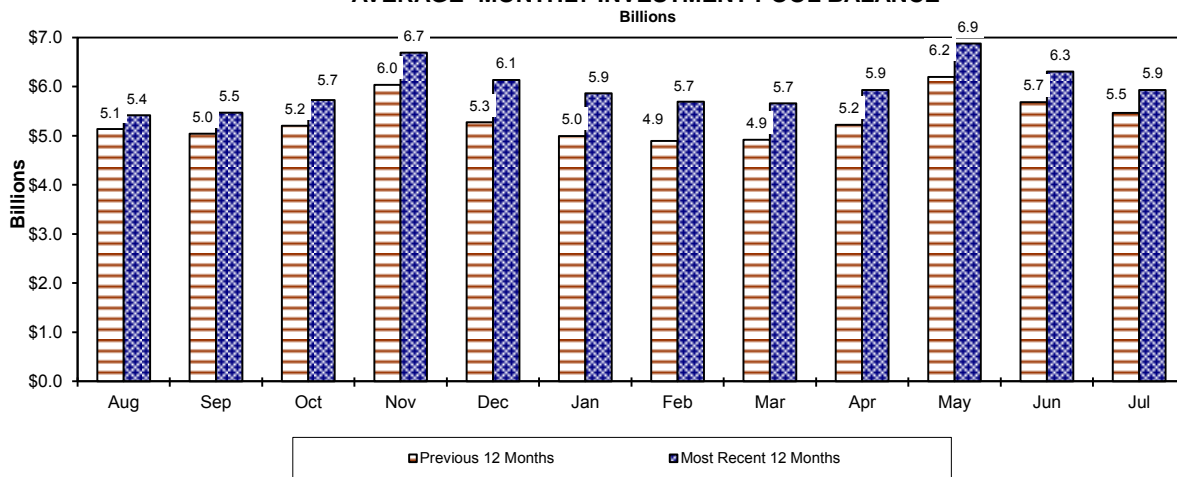
KING COUNTY INVESTMENT POOL

EARNINGS DISTRIBUTION RATE & EFFECTIVE DURATION



(1) Not adjusted yet for realized losses on commercial paper investments.

AVERAGE MONTHLY INVESTMENT POOL BALANCE



KC GENERAL FUND YTD INTEREST EARNINGS

June 30, 2016

| | <u>BUDGET</u> | <u>ACTUAL</u> | <u>DIFFERENCE</u> |
|----------------------------|------------------|------------------|-------------------|
| YTD AVG BALANCE (millions) | \$183 | \$204 | \$21.5 |
| YTD YIELD | 0.53% | 0.76% | 0.24% |
| INTEREST DISTRIBUTION (\$) | \$560,832 | \$777,269 | \$216,437 |
| AUTOMATIC INTEREST (\$) | \$0 | \$0 | \$0 |
| TOTAL INTEREST (\$) | \$560,832 | \$777,269 | \$216,437 |

YTD POOL FEE REVENUE

| | <u>BUDGET</u> | <u>Collected ⁽¹⁾</u> | <u>Potential Rebate</u> |
|-----------------------------------|----------------|---------------------------------|-------------------------|
| DIRECT COST FEE DUE TO GF | \$350,000 | \$675,509 | \$325,509 |
| DIRECT COST FEE TO FBOD | N/A | \$52,493 | \$52,493 |
| TOTAL YTD DIRECT POOL FEES | 350,000 | 728,002 | \$378,002 |
| | <u>BUDGET</u> | <u>Actual</u> | <u>Difference</u> |
| CASH MGMT FEE TO GF | N/A | \$309,183 | N/A |
| CASH MGMT FEE TO FBOD | N/A | \$5,198 | N/A |
| TOTAL YTD CASH MGMT FEES | N/A | 314,381 | N/A |

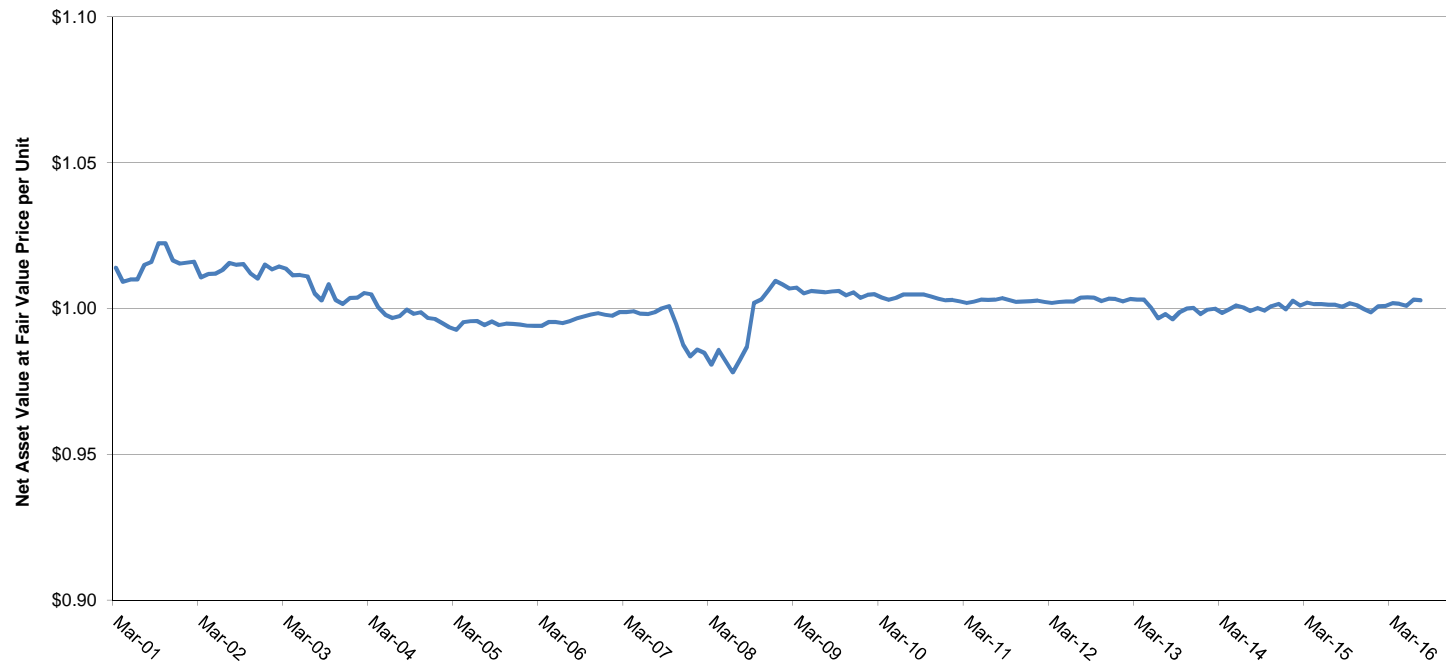
YTD TOTAL POOL
DISTRIBUTION \$27,212,182

(1) Collecting 2.5 basis points for direct fees, but will rebate difference between collected and actual expenses after the fiscal year closes.

King County Investment Pool Fair Value Report

| | 05/31/16 | 06/30/16 | 07/31/16 |
|--|----------------------------|----------------------------|----------------------------|
| Net Assets (1) | | | |
| Net Assets held in trust for pool participants | <u>\$ 6,630,032,327.15</u> | <u>\$ 6,210,706,025.93</u> | <u>\$ 5,897,775,214.29</u> |
| Net assets consist of: | | | |
| Participant units outstanding (\$1.00 par) | \$ 6,623,806,106.57 | \$ 6,191,648,458.82 | \$ 5,881,129,615.99 |
| Undistributed and unrealized gains(losses) | <u>\$ 6,226,220.58</u> | <u>\$ 19,057,567.11</u> | <u>\$ 16,645,598.30</u> |
| Net Assets | <u>\$ 6,630,032,327.15</u> | <u>\$ 6,210,706,025.93</u> | <u>\$ 5,897,775,214.29</u> |
| Total Pool -- Net asset value at fair value price per unit | <u>\$1.0009</u> | <u>\$1.0031</u> | <u>\$1.0028</u> |

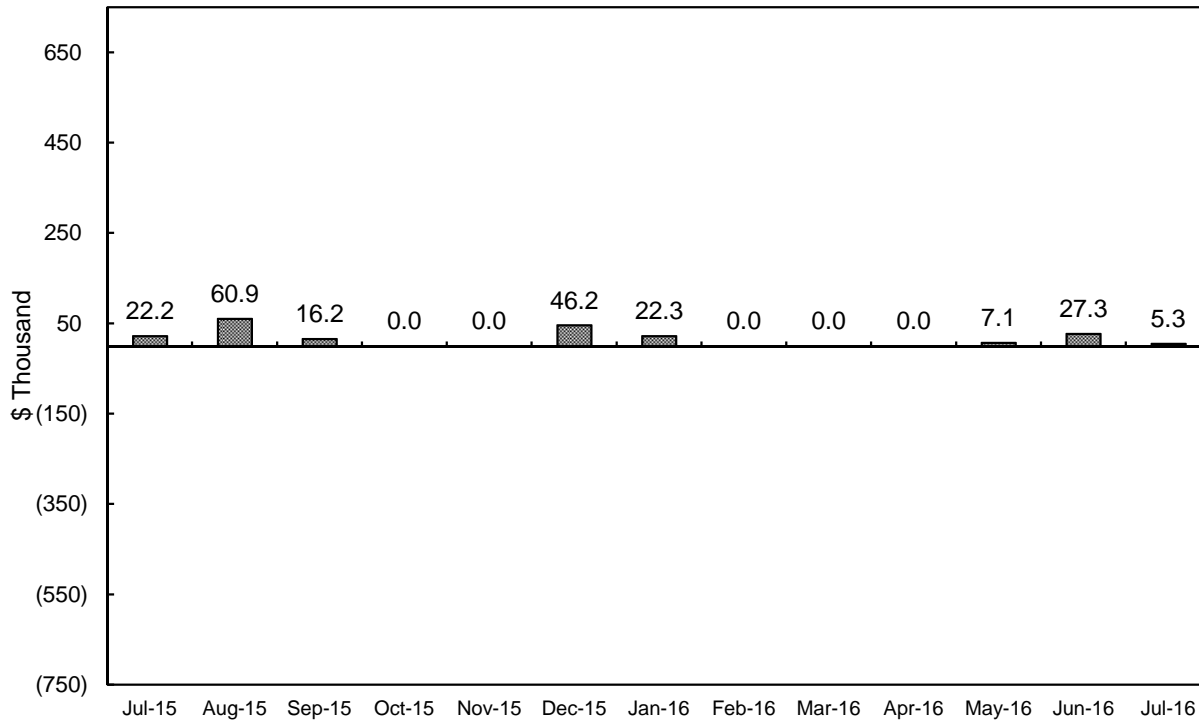
King County Investment Pool History of Fair Value per Dollar Invested (1)



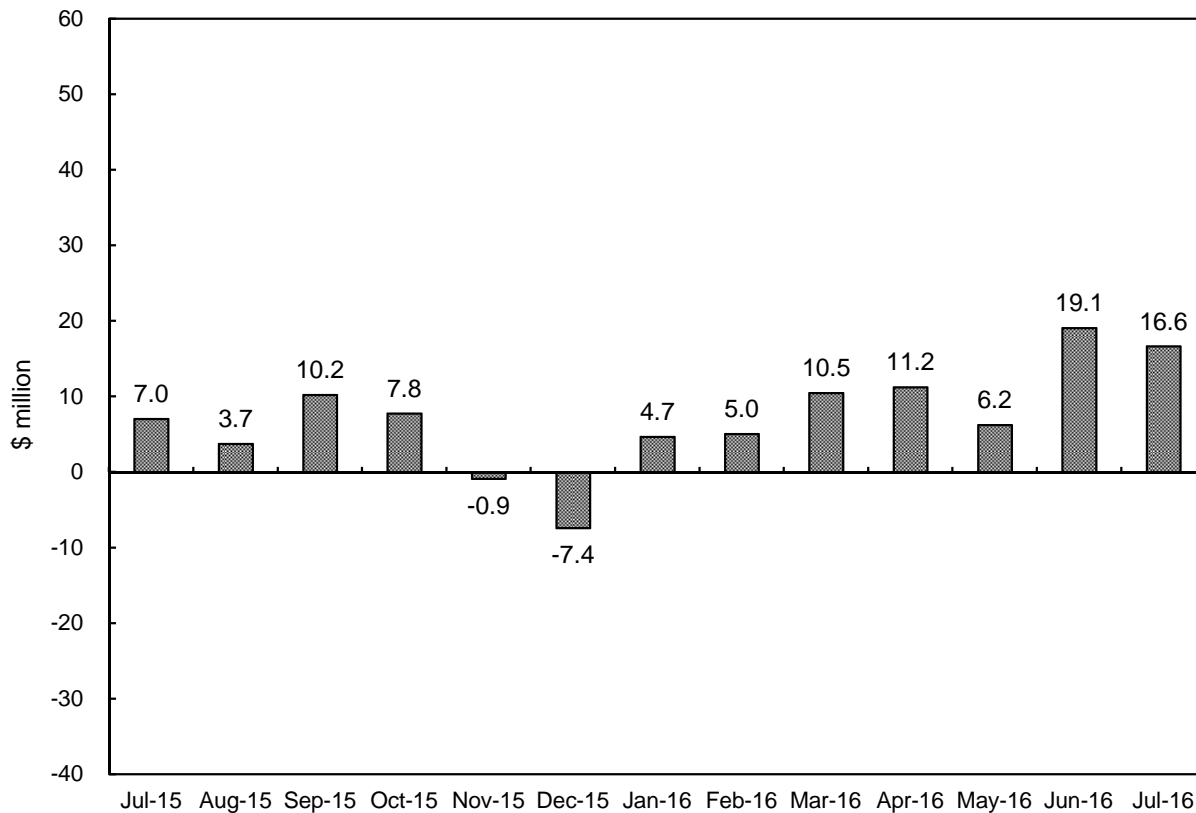
(1) Impaired securities were separated from main pool on 9/1/08

GAIN / LOSS SUMMARY

TOTAL REALIZED GAIN OR LOSS (1)



NET UNREALIZED GAIN OR LOSS (TOTAL PORTFOLIO)



(1) Excludes gains/losses from impaired CP

KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

P O R T F O L I O D E T A I L F I N A N C I A L A N A L Y S I S
AS OF 7/31/16

(MANFIN)

PAGE: 1

SORTING ORDER: MATD

RUN: 08/01/16 10:38:07

** FIXED INCOME **

| INVSMT NUMBER | DESCRIPTION | INTEREST RATE | YIELD | MAT/CALL DATE | MARKET PRICE | CURRENT PAR | CURRENT BOOK | MARKET VALUE | UNREALIZED GAIN/LOSS | ANNUAL INCOME |
|------------------|--------------------|------------------|----------|------------------|-----------------|----------------|----------------|----------------|-------------------------|---------------|
| 711 | LOCAL GOVT INVESTM | .489494 | .489494 | 08/01/16 | 100.000000 | 533,223,255.81 | 533,223,255.81 | 533,223,255.81 | .00 | 2,610,094.78 |
| 1522 | CASH-US BANK | .001000 | .001000 | 08/01/16 | 100.000000 | 12,815,748.10 | 12,815,748.10 | 12,815,748.10 | .00 | 128.16 |
| 1523 | CASH-KEY BANK | .001000 | .001000 | 08/01/16 | 100.000000 | 4,242,712.06 | 4,242,712.06 | 4,242,712.06 | .00 | 42.43 |
| 1524 | CASH-BOFA | .001000 | .001000 | 08/01/16 | 100.000000 | 295,431.15 | 295,431.15 | 295,431.15 | .00 | 2.95 |
| 2626 | Wells Fargo Tri-Re | .360000 | .360000 | 08/01/16 | 100.000000 | 132,000,000.00 | 132,000,000.00 | 132,000,000.00 | .00 | 475,200.00 |
| 2575 | MICROSOFT CORP | .000000 | .490548 | 08/24/16 | 99.973806 | 50,000,000.00 | 49,984,347.22 | 49,986,903.00 | 2,555.78 | 245,273.77 |
| 1365 | FREDDIE MAC | 2.000000 | .668799 | 08/25/16 | 100.116000 | 25,000,000.00 | 25,021,542.12 | 25,029,000.00 | 7,457.88 | 167,199.70 |
| 1262 | US TREASURY NB | 1.000000 | .871176 | 08/31/16 | 100.066000 | 25,000,000.00 | 25,002,586.60 | 25,016,500.00 | 13,913.40 | 217,794.09 |
| 1803 | US TREASURY NOTE | 1.000000 | .606917 | 08/31/16 | 100.066000 | 50,000,000.00 | 50,015,973.93 | 50,033,000.00 | 17,026.07 | 303,458.26 |
| 2353 | FFCB DISCOUNT NT | .000000 | .341050 | 09/06/16 | 99.970000 | 90,000,000.00 | 89,969,400.00 | 89,973,000.00 | 3,600.00 | 306,945.05 |
| 2376 | FFCB DISCOUNT NT | .000000 | .391331 | 09/07/16 | 99.969000 | 50,000,000.00 | 49,979,958.34 | 49,984,500.00 | 4,541.66 | 195,665.59 |
| 2322 | ROYAL BK CANADA | 1.450000 | .790026 | 09/09/16 | 100.085000 | 12,520,000.00 | 12,528,749.49 | 12,530,642.00 | 1,892.51 | 98,911.23 |
| 1973 | US TREASURY NOTE | .875000 | .579699 | 09/15/16 | 100.078000 | 50,000,000.00 | 50,018,044.59 | 50,039,000.00 | 20,955.41 | 289,849.72 |
| 2368 | FFCB DISCOUNT NT | .000000 | .351109 | 09/16/16 | 99.968000 | 71,000,000.00 | 70,968,247.22 | 70,977,280.00 | 9,032.78 | 249,287.68 |
| 2351 | FFCB DISCOUNT NT | .000000 | .341092 | 09/19/16 | 99.966000 | 65,000,000.00 | 64,969,919.45 | 64,977,900.00 | 7,980.55 | 221,709.84 |
| 2386 | FFCB DISCOUNT NT | .000000 | .401481 | 09/26/16 | 99.961000 | 35,000,000.00 | 34,978,222.22 | 34,986,350.00 | 8,127.78 | 140,518.36 |
| 1263 | US TREASURY NB | 1.000000 | 1.014087 | 09/30/16 | 100.120000 | 50,000,000.00 | 49,998,870.48 | 50,060,000.00 | 61,129.52 | 507,043.32 |
| 2229 | PNC BANK NA | 1.300000 | .934383 | 09/03/16C | 100.027000 | 19,868,000.00 | 19,874,915.89 | 19,873,364.36 | -1,551.53 | 185,643.30 |
| 2282 | PNC BANK NA CALLAB | 1.300000 | 1.012218 | 09/03/16C | 100.027000 | 23,500,000.00 | 23,506,498.49 | 23,506,345.00 | -153.49 | 237,871.15 |
| 2367 | FFCB DISCOUNT NT | .000000 | .371340 | 10/12/16 | 99.937000 | 51,000,000.00 | 50,962,260.00 | 50,967,870.00 | 5,610.00 | 189,383.20 |
| 1974 | US TREASURY NOTE | .625000 | .630770 | 10/15/16 | 100.071000 | 25,000,000.00 | 24,999,705.46 | 25,017,750.00 | 18,044.54 | 157,692.38 |
| 2186 | US TREASURY NOTE | .625000 | .455557 | 10/15/16 | 100.071000 | 50,000,000.00 | 50,017,281.86 | 50,035,500.00 | 18,218.14 | 227,778.69 |
| 2273 | TORONTO DOM BANK | 2.375000 | .887240 | 10/19/16 | 100.326000 | 8,000,000.00 | 8,025,448.92 | 8,026,080.00 | 631.08 | 70,979.20 |
| 2313 | TORONTO DOM BANK | 2.375000 | .840369 | 10/19/16 | 100.326000 | 15,760,000.00 | 15,811,918.18 | 15,811,377.60 | -540.58 | 132,442.15 |
| 2372 | FHLB DISCOUNT NT | .000000 | .371389 | 10/27/16 | 99.924000 | 17,700,000.00 | 17,684,173.25 | 17,686,548.00 | 2,374.75 | 65,735.93 |
| 2581 | PNC BANK NA CALLAB | 1.150000 | .764921 | 10/02/16C | 100.043000 | 18,882,000.00 | 18,897,403.74 | 18,890,119.26 | -7,284.48 | 144,432.37 |
| 2117 | BANK OF AMERICA | 1.125000 | 1.050048 | 11/14/16 | 100.064000 | 28,765,000.00 | 28,771,089.37 | 28,783,409.60 | 12,320.23 | 302,046.35 |
| 2139 | BANK OF AMERICA | 1.125000 | 1.053146 | 11/14/16 | 100.064000 | 4,900,000.00 | 4,900,994.40 | 4,903,136.00 | 2,141.60 | 51,604.14 |
| 1496 | Fannie Mae | 1.375000 | .712951 | 11/15/16 | 100.272000 | 50,000,000.00 | 50,094,596.40 | 50,136,000.00 | 41,403.60 | 356,475.65 |
| 1802 | US TREASURY NOTE | .875000 | .727966 | 11/30/16 | 100.173000 | 50,000,000.00 | 50,024,054.39 | 50,086,500.00 | 62,445.61 | 363,983.16 |
| 2174 | US TREASURY NOTE | .500000 | .448250 | 11/30/16 | 100.049000 | 50,000,000.00 | 50,008,512.68 | 50,024,500.00 | 15,987.32 | 224,124.88 |
| 2506 | Bank of Nova Scoti | .000000 | .976419 | 12/01/16 | 99.786500 | 50,000,000.00 | 49,835,638.90 | 49,893,250.00 | 57,611.10 | 488,209.70 |
| 2587 | UNITED PARCEL | .000000 | .531306 | 12/01/16 | 99.786500 | 50,000,000.00 | 49,910,194.44 | 49,893,250.00 | -16,944.44 | 265,653.15 |
| 2588 | UNITED PARCEL | .000000 | .601645 | 12/01/16 | 99.786500 | 50,000,000.00 | 49,898,333.33 | 49,893,250.00 | -5,083.33 | 300,822.25 |
| 2333 | BANK NOVA SCOTIA | 1.100000 | .963820 | 12/13/16 | 100.107000 | 20,000,000.00 | 20,009,876.86 | 20,021,400.00 | 11,523.14 | 192,764.00 |
| 2379 | BANK NOVA SCOTIA | 1.100000 | .789214 | 12/13/16 | 100.107000 | 18,186,000.00 | 18,206,535.54 | 18,205,459.02 | -1,076.52 | 143,526.41 |
| 2175 | US TREASURY NOTE | .625000 | .464052 | 12/15/16 | 100.095000 | 50,000,000.00 | 50,029,760.68 | 50,047,500.00 | 17,739.32 | 232,026.09 |
| 1640 | FHLB Note | .625000 | .717911 | 12/28/16 | 100.046000 | 40,000,000.00 | 39,985,034.61 | 40,018,400.00 | 33,365.39 | 287,164.36 |
| 1963 | US TREASURY NOTE | .875000 | .779310 | 12/31/16 | 100.208000 | 50,000,000.00 | 50,019,648.77 | 50,104,000.00 | 84,351.23 | 389,654.98 |
| 2463 | BANK OF MONTREAL | 2.500000 | 1.062836 | 01/11/17 | 100.683000 | 10,000,000.00 | 10,063,603.86 | 10,068,300.00 | 4,696.14 | 106,283.63 |
| 1795 | US TREASURY NOTE | .750000 | .771540 | 01/15/17 | 100.150000 | 50,000,000.00 | 49,995,126.91 | 50,075,000.00 | 79,873.09 | 385,770.20 |
| 2314 | ROYAL BK CANADA | 1.200000 | 1.046316 | 01/23/17 | 100.134000 | 7,730,000.00 | 7,735,618.27 | 7,740,358.20 | 4,739.93 | 80,880.22 |

KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

PORTFOLIO DETAIL FINANCIAL ANALYSIS
AS OF 7/31/16

(MANFIN)

SORTING ORDER: MATD

PAGE: 2

RUN: 08/01/16 10:38:07

** FIXED INCOME **

| INVSMT NUMBER | DESCRIPTION | INTEREST RATE | YIELD | MAT/CALL DATE | MARKET PRICE | CURRENT PAR | CURRENT BOOK | MARKET VALUE | UNREALIZED GAIN/LOSS | ANNUAL INCOME |
|------------------|--------------------|------------------|----------|------------------|-----------------|----------------|----------------|----------------|-------------------------|---------------|
| 2323 | ROYAL BK CANADA | 1.200000 | 1.076306 | 01/23/17 | 100.134000 | 1,697,000.00 | 1,697,991.93 | 1,699,273.98 | 1,282.05 | 18,264.92 |
| 2370 | ROYAL BK CANADA | 1.200000 | .928965 | 01/23/17 | 100.134000 | 34,067,000.00 | 34,110,693.00 | 34,112,649.78 | 1,956.78 | 316,470.45 |
| 2538 | Bank of Nova Scoti | .000000 | .997406 | 01/23/17 | 99.693750 | 50,000,000.00 | 49,759,375.00 | 49,846,875.00 | 87,500.00 | 498,702.87 |
| 2534 | PNC BANK NA CALLAB | 1.125000 | .838832 | 12/28/16C | 100.094000 | 11,944,000.00 | 11,959,481.56 | 11,955,227.36 | -4,254.20 | 100,190.14 |
| 2569 | PNC BANK NA CALLAB | 1.125000 | .914321 | 12/28/16C | 100.094000 | 42,675,000.00 | 42,716,212.99 | 42,715,114.50 | -1,098.49 | 390,186.61 |
| 1497 | Fannie Mae | 1.250000 | .756002 | 01/30/17 | 100.389000 | 50,000,000.00 | 50,121,009.45 | 50,194,500.00 | 73,490.55 | 378,000.93 |
| 1962 | US TREASURY NOTE | .875000 | .809510 | 01/31/17 | 100.223000 | 60,000,000.00 | 60,019,405.29 | 60,133,800.00 | 114,394.71 | 485,706.14 |
| 2227 | BANK OF AMERICA | 1.250000 | 1.188753 | 02/14/17 | 100.168000 | 40,000,000.00 | 40,012,943.00 | 40,067,200.00 | 54,257.00 | 475,501.23 |
| 1757 | US TREASURY NOTE | .625000 | .901704 | 02/15/17 | 100.102000 | 50,000,000.00 | 49,926,165.24 | 50,051,000.00 | 124,834.76 | 450,851.94 |
| 1756 | US TREASURY NOTE | .875000 | .922329 | 02/28/17 | 100.236000 | 50,000,000.00 | 49,986,532.38 | 50,118,000.00 | 131,467.62 | 461,164.33 |
| 2546 | FFCB DISCOUNT NT | .000000 | .592964 | 03/03/17 | 99.727000 | 140,000,000.00 | 139,508,988.88 | 139,617,800.00 | 108,811.12 | 830,149.60 |
| 2543 | FHLE DISCOUNT NT | .000000 | .613472 | 03/29/17 | 99.693000 | 150,000,000.00 | 149,390,000.00 | 149,539,500.00 | 149,500.00 | 920,207.87 |
| 1414 | US TREASURY NOTE | 1.000000 | .712736 | 03/31/17 | 100.329000 | 50,000,000.00 | 50,093,537.41 | 50,164,500.00 | 70,962.59 | 356,368.14 |
| 2542 | FFCB DISCOUNT NOTE | .000000 | .623717 | 04/10/17 | 99.650000 | 100,000,000.00 | 99,566,000.00 | 99,650,000.00 | 84,000.00 | 623,716.66 |
| 1765 | US TREASURY NOTE | .875000 | .974227 | 04/30/17 | 100.254000 | 50,000,000.00 | 49,963,671.18 | 50,127,000.00 | 163,328.82 | 487,113.30 |
| 2263 | TORONTO DOMINION B | 1.125000 | 1.058958 | 05/02/17 | 100.084000 | 18,200,000.00 | 18,208,872.24 | 18,215,288.00 | 6,415.76 | 192,730.38 |
| 1766 | US TREASURY NOTE | .625000 | 1.018173 | 05/31/17 | 100.039000 | 50,000,000.00 | 49,839,902.83 | 50,019,500.00 | 179,597.17 | 509,086.45 |
| 2424 | US TREASURY NOTE | 2.750000 | .884130 | 05/31/17 | 101.785000 | 50,000,000.00 | 50,767,102.74 | 50,892,500.00 | 125,397.26 | 442,065.22 |
| 1609 | FHLMC BULLET | 1.000000 | .977087 | 06/29/17 | 100.342000 | 23,778,000.00 | 23,782,838.04 | 23,859,320.76 | 76,482.72 | 232,331.75 |
| 1613 | FHLMC BULLET | 1.000000 | .963425 | 06/29/17 | 100.342000 | 25,000,000.00 | 25,008,132.40 | 25,085,500.00 | 77,367.60 | 240,856.13 |
| 1734 | US TREASURY NOTE | .750000 | .950970 | 06/30/17 | 100.145000 | 50,000,000.00 | 49,909,937.63 | 50,072,500.00 | 162,562.37 | 475,485.12 |
| 2423 | US TREASURY NOTE | 2.500000 | .923011 | 06/30/17 | 101.731000 | 50,000,000.00 | 50,713,106.88 | 50,865,500.00 | 152,393.12 | 461,505.26 |
| 2371 | BANK OF MONTREAL C | 1.300000 | 1.083873 | 06/14/17C | 100.238000 | 5,560,000.00 | 5,570,812.10 | 5,573,232.80 | 2,420.70 | 60,263.35 |
| 1369 | FREDDIE MAC CALLAB | 1.000000 | 1.022914 | 07/25/14C | 100.345000 | 50,000,000.00 | 49,991,093.73 | 50,172,500.00 | 181,406.27 | 511,456.96 |
| 1572 | US Treasury Note | .500000 | .595581 | 07/31/17 | 99.898000 | 50,000,000.00 | 49,953,003.49 | 49,949,000.00 | -4,003.49 | 297,790.25 |
| 1573 | US Treasury Note | .625000 | .610249 | 08/31/17 | 99.922000 | 50,000,000.00 | 50,007,842.26 | 49,961,000.00 | -46,842.26 | 305,124.36 |
| 1745 | US TREASURY NOTE | .625000 | 1.000148 | 08/31/17 | 99.922000 | 50,000,000.00 | 49,801,321.39 | 49,961,000.00 | 159,678.61 | 500,073.95 |
| 1628 | Federal Farm Credi | 1.125000 | 1.125000 | 09/05/17 | 100.458000 | 34,900,000.00 | 34,900,000.00 | 35,059,842.00 | 159,842.00 | 392,625.00 |
| 1406 | FED HOME LN BANK | .750000 | .916458 | 09/08/17 | 100.093000 | 18,980,000.00 | 18,945,976.12 | 18,997,651.40 | 51,675.28 | 173,943.73 |
| 1408 | FED HOME LN BANK | .750000 | .914838 | 09/08/17 | 100.093000 | 26,415,000.00 | 26,368,105.95 | 26,439,565.95 | 71,460.00 | 241,654.38 |
| 2191 | US BANK NA OHIO CA | 1.375000 | 1.087077 | 08/11/17C | 100.408000 | 25,000,000.00 | 25,075,292.61 | 25,102,000.00 | 26,707.39 | 271,769.24 |
| 2240 | US BANK NA CALLABL | 1.375000 | 1.251635 | 08/11/17C | 100.408000 | 15,000,000.00 | 15,019,347.16 | 15,061,200.00 | 41,852.84 | 187,745.25 |
| 1614 | FFCB BULLET | 1.550000 | 1.098833 | 09/18/17 | 100.994000 | 19,200,000.00 | 19,295,569.02 | 19,390,848.00 | 95,278.98 | 210,975.84 |
| 1416 | Fannie Mae Callabl | 1.000000 | 1.002055 | 09/20/13C | 100.362000 | 50,000,000.00 | 49,999,230.58 | 50,181,000.00 | 181,769.42 | 501,027.27 |
| 1724 | US TREASURY NOTE | .625000 | 1.025357 | 09/30/17 | 99.996000 | 50,000,000.00 | 49,771,935.58 | 49,998,000.00 | 226,064.42 | 512,678.56 |
| 1744 | US TREASURY NOTE | .625000 | 1.034441 | 09/30/17 | 99.996000 | 50,000,000.00 | 49,766,781.46 | 49,998,000.00 | 231,218.54 | 517,220.54 |
| 1615 | FHLE BULLET | 1.500000 | 1.134972 | 10/10/17 | 100.972000 | 32,950,000.00 | 33,089,649.66 | 33,270,274.00 | 180,624.34 | 373,973.38 |
| 2334 | ROYAL BK CANADA | 1.400000 | 1.403863 | 10/13/17 | 100.238000 | 15,000,000.00 | 14,999,298.27 | 15,035,700.00 | 36,401.73 | 210,579.45 |
| 1411 | FANNIE MAE | .875000 | .919048 | 10/26/17 | 100.217000 | 50,000,000.00 | 49,973,477.82 | 50,108,500.00 | 135,022.18 | 459,523.96 |
| 2318 | US TREASURY NOTE | .875000 | .893174 | 11/15/17 | 100.305000 | 50,000,000.00 | 49,988,370.15 | 50,152,500.00 | 164,129.85 | 446,587.06 |
| 2478 | US Treasury Note | .625000 | .802706 | 11/30/17 | 99.988000 | 100,000,000.00 | 99,765,661.62 | 99,988,000.00 | 222,338.38 | 802,706.40 |
| 2320 | US TREASURY NOTE | 1.000000 | .906428 | 12/15/17 | 100.492000 | 50,000,000.00 | 50,063,245.51 | 50,246,000.00 | 182,754.49 | 453,214.00 |

KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

PORTFOLIO DETAIL FINANCIAL ANALYSIS
AS OF 7/31/16

(MANFIN)

PAGE: 3

SORTING ORDER: MATD

RUN: 08/01/16 10:38:07

** FIXED INCOME **

| INVSMT NUMBER | DESCRIPTION | INTEREST RATE | YIELD | MAT/CALL DATE | MARKET PRICE | CURRENT PAR | CURRENT BOOK | MARKET VALUE | UNREALIZED GAIN/LOSS | ANNUAL INCOME |
|------------------|--------------------|------------------|----------|------------------|-----------------|----------------|----------------|----------------|-------------------------|---------------|
| 2276 | BANK NOVA SCOTIA C | 1.375000 | 1.499982 | 11/18/17C | 100.289000 | 25,000,000.00 | 24,957,807.32 | 25,072,250.00 | 114,442.68 | 374,995.62 |
| 1467 | FANNIE MAE | .875000 | .872335 | 12/20/17 | 100.227000 | 50,000,000.00 | 50,001,802.19 | 50,113,500.00 | 111,697.81 | 436,167.35 |
| 2321 | US TREASURY NOTE | .875000 | .931048 | 01/15/18 | 100.320000 | 50,000,000.00 | 49,959,707.32 | 50,160,000.00 | 200,292.68 | 465,524.21 |
| 2564 | WELLS FARGO BANK | 1.650000 | 1.343175 | 01/22/18 | 100.747000 | 20,000,000.00 | 20,088,974.96 | 20,149,400.00 | 60,425.04 | 268,634.99 |
| 2103 | US Bank NA Callab | 1.350000 | 1.312034 | 12/26/17C | 100.493000 | 11,500,000.00 | 11,506,153.33 | 11,556,695.00 | 50,541.67 | 150,883.87 |
| 2120 | US BANK NA OHIO CA | 1.350000 | 1.248811 | 12/26/17C | 100.493000 | 27,225,000.00 | 27,263,840.27 | 27,359,219.25 | 95,378.98 | 339,988.86 |
| 2180 | US TREASURY NOTE | 1.000000 | .838724 | 02/15/18 | 100.523000 | 65,000,000.00 | 65,159,142.71 | 65,339,950.00 | 180,807.29 | 545,170.58 |
| 2382 | US TREASURY NOTE | .750000 | .883732 | 02/28/18 | 100.145000 | 50,000,000.00 | 49,895,686.64 | 50,072,500.00 | 176,813.36 | 441,865.77 |
| 2185 | FED HOME LN BANK | 1.375000 | .994011 | 03/09/18 | 100.929000 | 50,800,000.00 | 51,104,780.29 | 51,271,932.00 | 167,151.71 | 504,957.77 |
| 2389 | US Treasury Note | 1.000000 | .916246 | 03/15/18 | 100.543000 | 50,000,000.00 | 50,066,877.00 | 50,271,500.00 | 204,623.00 | 458,122.80 |
| 2164 | BANK OF AMERICA | 1.650000 | 1.518078 | 03/26/18 | 100.621000 | 25,000,000.00 | 25,052,935.47 | 25,155,250.00 | 102,314.53 | 379,519.53 |
| 2165 | BANK OF AMERICA | 1.650000 | 1.507939 | 03/26/18 | 100.621000 | 20,000,000.00 | 20,045,614.61 | 20,124,200.00 | 78,585.39 | 301,587.79 |
| 2531 | US Treasury Note | .875000 | .809877 | 03/31/18 | 100.344000 | 100,000,000.00 | 100,107,168.09 | 100,344,000.00 | 236,831.91 | 809,876.86 |
| 2264 | BANK OF MONTREAL C | 1.450000 | 1.593072 | 03/09/18C | 100.393000 | 15,376,000.00 | 15,339,790.61 | 15,436,427.68 | 96,637.07 | 244,950.69 |
| 2390 | US Treasury Note | .750000 | .945737 | 04/15/18 | 100.133000 | 50,000,000.00 | 49,835,574.82 | 50,066,500.00 | 230,925.18 | 472,868.67 |
| 2516 | FED FARM CREDIT | .750000 | .818121 | 04/18/18 | 99.937000 | 50,000,000.00 | 49,942,255.43 | 49,968,500.00 | 26,244.57 | 409,060.27 |
| 2381 | US TREASURY NOTE | .625000 | .924096 | 04/30/18 | 99.930000 | 50,000,000.00 | 49,742,450.62 | 49,965,000.00 | 222,549.38 | 462,047.79 |
| 2393 | US TREASURY NOTE | 1.000000 | 1.040797 | 05/15/18 | 100.586000 | 50,000,000.00 | 49,964,089.63 | 50,293,000.00 | 328,910.37 | 520,398.33 |
| 1577 | Freddie Mac Callab | .950000 | 1.036413 | 05/22/15C | 100.085000 | 23,800,000.00 | 23,763,924.63 | 23,820,230.00 | 56,305.37 | 246,666.22 |
| 1578 | Freddie Mac Callab | 1.125000 | 1.137421 | 11/25/13C | 100.013000 | 41,250,000.00 | 41,241,002.46 | 41,255,362.50 | 14,360.04 | 469,186.13 |
| 2222 | PNC BANK NA | 1.600000 | 1.622972 | 05/02/18C | 100.773000 | 30,000,000.00 | 29,987,730.90 | 30,231,900.00 | 244,169.10 | 486,891.58 |
| 2394 | US TREASURY NOTE | 1.125000 | 1.068586 | 06/15/18 | 100.848000 | 50,000,000.00 | 50,051,791.62 | 50,424,000.00 | 372,208.38 | 534,292.76 |
| 2592 | FREDDIE MAC CALLAB | 1.060000 | 1.060000 | 09/22/16C | 100.027000 | 50,000,000.00 | 50,000,000.00 | 50,013,500.00 | 13,500.00 | 530,000.00 |
| 2598 | FREDDIE MAC CALLAB | 1.000000 | 1.000000 | 12/29/16C | 100.067000 | 50,000,000.00 | 50,000,000.00 | 50,033,500.00 | 33,500.00 | 500,000.00 |
| 2269 | TORONTO DOMINION B | 1.750000 | 1.784038 | 07/23/18 | 101.128000 | 35,000,000.00 | 34,977,205.59 | 35,394,800.00 | 417,594.41 | 624,413.27 |
| 2324 | TORONTO DOM BANK | 1.750000 | 1.759103 | 07/23/18 | 101.128000 | 14,529,000.00 | 14,526,381.16 | 14,692,887.12 | 166,505.96 | 255,580.07 |
| 2622 | FREDDIE MAC CALLAB | 1.050000 | 1.072803 | 10/27/16C | 100.008000 | 50,000,000.00 | 49,977,654.11 | 50,004,000.00 | 26,345.89 | 536,401.27 |
| 2623 | FANNIE MAE CALLABL | .875000 | .977744 | 07/27/17C | 99.856000 | 50,000,000.00 | 49,899,195.21 | 49,928,000.00 | 28,804.79 | 488,871.77 |
| 2277 | ROYAL BK CANADA | 1.800000 | 1.804127 | 07/30/18 | 100.926000 | 25,000,000.00 | 24,998,007.28 | 25,231,500.00 | 233,492.72 | 451,031.81 |
| 2279 | BANK OF MONTREAL | 1.800000 | 1.847154 | 07/31/18 | 101.114000 | 20,000,000.00 | 19,981,775.00 | 20,222,800.00 | 241,025.00 | 369,430.83 |
| 2612 | BANK OF MONTREAL | 1.800000 | 1.275150 | 07/31/18 | 101.114000 | 20,000,000.00 | 20,206,043.07 | 20,222,800.00 | 16,756.93 | 255,029.94 |
| 2613 | ROYAL BK CANADA | 2.000000 | 1.355011 | 12/10/18 | 101.130000 | 25,000,000.00 | 25,372,444.00 | 25,282,500.00 | -89,944.00 | 338,752.87 |
| 1725 | US TREASURY NOTE | 1.500000 | 1.520113 | 12/31/18 | 101.898000 | 50,000,000.00 | 49,976,509.25 | 50,949,000.00 | 972,490.75 | 760,056.29 |
| 2445 | BANK NOVA SCOTIA | 1.950000 | 1.991060 | 01/15/19 | 101.333000 | 30,000,000.00 | 29,970,782.02 | 30,399,900.00 | 429,117.98 | 597,318.06 |
| 2522 | US Treasury Note | 1.125000 | .885685 | 01/15/19 | 100.977000 | 50,000,000.00 | 50,289,377.33 | 50,488,500.00 | 199,122.67 | 442,842.52 |
| 2451 | TORONTO DOM BANK | 1.950000 | 1.980013 | 01/22/19 | 101.614000 | 35,000,000.00 | 34,974,884.32 | 35,564,900.00 | 590,015.68 | 693,004.59 |
| 2540 | FANNIE MAE | 1.000000 | 1.041990 | 02/26/19 | 100.373000 | 100,000,000.00 | 99,893,749.52 | 100,373,000.00 | 479,250.48 | 1,041,989.97 |
| 2521 | Royal BK Canada | 1.625000 | 1.643864 | 04/15/19 | 100.769000 | 40,000,000.00 | 39,980,169.86 | 40,307,600.00 | 327,430.14 | 657,545.73 |
| 2614 | WELLS FARGO BANK | 1.750000 | 1.272829 | 05/24/19 | 101.384000 | 50,000,000.00 | 50,656,541.35 | 50,692,000.00 | 35,458.65 | 636,414.58 |
| 2532 | US Treasury Note | 1.500000 | 1.008230 | 05/31/19 | 102.102000 | 50,000,000.00 | 50,683,201.05 | 51,051,000.00 | 367,798.95 | 504,114.78 |
| 2627 | ROYAL BK CANADA | 1.500000 | 1.539030 | 07/29/19 | 100.251000 | 50,000,000.00 | 49,943,000.00 | 50,125,500.00 | 182,500.00 | 769,515.00 |
| 2608 | TORONTO DOM BANK | 1.450000 | 1.453116 | 08/13/19 | 100.192000 | 20,000,000.00 | 19,998,230.37 | 20,038,400.00 | 40,169.63 | 290,623.29 |

KING COUNTY TREASURY OPERATIONS
SEATTLE, WASHINGTON

P O R T F O L I O D E T A I L F I N A N C I A L A N A L Y S I S
AS OF 7/31/16

(MANFIN)

PAGE: 4

SORTING ORDER: MATD

RUN: 08/01/16 10:38:07

** FIXED INCOME **

| INVSMT NUMBER | DESCRIPTION | INTEREST RATE | YIELD | MAT/CALL DATE | MARKET PRICE | CURRENT PAR | CURRENT BOOK | MARKET VALUE | UNREALIZED GAIN/LOSS | ANNUAL INCOME |
|-------------------------|--------------------|------------------|----------|------------------|-----------------|------------------|------------------|------------------|-------------------------|---------------|
| 2565 | PNC BANK NA CALLAB | 2.400000 | 1.830387 | 09/18/19C | 103.000000 | 15,000,000.00 | 15,264,324.65 | 15,450,000.00 | 185,675.35 | 274,558.12 |
| 2568 | PNC BANK NA CALLAB | 2.400000 | 1.832954 | 09/18/19C | 103.000000 | 5,000,000.00 | 5,087,708.72 | 5,150,000.00 | 62,291.28 | 91,647.70 |
| 2002 | US BANK NA OHIO CA | 2.125000 | 2.144078 | 09/28/19C | 102.468000 | 25,000,000.00 | 24,985,423.03 | 25,617,000.00 | 631,576.97 | 536,019.57 |
| 2121 | US BANK NA OHIO CA | 2.125000 | 2.005089 | 09/28/19C | 102.468000 | 20,000,000.00 | 20,073,076.53 | 20,493,600.00 | 420,523.47 | 401,017.89 |
| 2490 | US Treasury Note | 1.500000 | 1.432685 | 05/31/20 | 102.219000 | 100,000,000.00 | 100,248,725.01 | 102,219,000.00 | 1,970,274.99 | 1,432,685.42 |
| 695 | FNR 2003-30 LB | 5.000000 | 4.634180 | 03/25/32 | 108.134000 | 1,312,027.87 | 1,339,390.31 | 1,418,748.22 | 79,357.91 | 60,801.74 |
| 701 | FNR 2003-33 PT | 4.500000 | 4.255767 | 05/25/33 | 109.400000 | 1,791,048.00 | 1,817,407.83 | 1,959,406.51 | 141,998.68 | 76,222.83 |
| 702 | FNR 2003-33 UP | 4.500000 | 4.255767 | 05/25/33 | 108.596000 | 1,271,434.84 | 1,290,147.23 | 1,380,727.38 | 90,580.15 | 54,109.30 |
| 703 | FNR 2003-33 PU | 4.500000 | 4.255767 | 05/25/33 | 110.026000 | 1,649,042.55 | 1,673,312.41 | 1,814,375.56 | 141,063.15 | 70,179.41 |
| G R A N D T O T A L S | | .857468 | .872956 | JUN 2017 | 100.310964 | 5,896,257,700.38 | 5,897,852,915.66 | 5,914,498,513.91 | 16,645,598.25 | 51,453,497.90 |
| ===== | | | | | | | | | | |

Victoria Recovery Status as of 7/31/2016

| | |
|---------------|--------------|
| Original Cost | \$51,937,149 |
|---------------|--------------|

| | | |
|--------------|--------------|--|
| Original Par | \$53,300,000 | |
|--------------|--------------|--|

| | | |
|------------------------------|-----------|--|
| Less Accrued not distributed | \$420,537 | |
|------------------------------|-----------|--|

| | |
|--------------|--------------|
| Adjusted Par | \$52,879,463 |
|--------------|--------------|

| | | |
|--------------------------|---------------------|--------------|
| Recovered to date | \$43,678,000 | 82.6% |
|--------------------------|---------------------|--------------|

| | |
|--------------------------------|-------------|
| Current Par Amount Outstanding | \$9,201,463 |
|--------------------------------|-------------|

| | |
|--------------------------|-------------|
| Current Cost Outstanding | \$8,259,149 |
|--------------------------|-------------|

Cash Receipts:

| | | |
|--|-------|-----------------|
| | 2008 | \$7,990,692.29 |
| | 2009 | \$6,910,588.46 |
| | 2010 | \$5,443,668.21 |
| | 2011 | \$7,793,105.01 |
| | 2012 | \$4,820,226.87 |
| | 2013 | \$3,388,703.17 |
| | 2014 | \$3,696,981.20 |
| | 2015 | \$2,778,796.49 |
| | 2016 | \$855,237.83 |
| | Total | \$43,677,999.53 |

**Impaired Pool
Holdings Report
7/31/2016**

| Commercial Paper Issuer | Status | Current Book Value | Estimated Fair Value | Fair Value Adjustment |
|-----------------------------------|--|----------------------|----------------------|-----------------------|
| Cheyne Finance (1) | Restructured - Cash Out | 787,502.14 | 507,750.00 | 279,752.14 |
| Rhinebridge (1) | Restructured - Cash Out | 84,407.60 | 84,407.60 | - |
| Victoria Finance (VFNC Trust) (2) | Restructured - Receiving Monthly Cash Payments | 9,351,916.69 | 5,025,948.00 | 4,325,968.69 |
| Total | | 10,223,826.43 | 5,618,105.60 | 4,605,720.83 |

| | |
|-------------------------|---------------|
| Fair Value Ratio | 0.5495 |
|-------------------------|---------------|

(1) After consulting with the County's financial advisor, the County choose to select the "cash out" option for the Cheyne and Rhinebridge restructurings. However, the Receivers for these programs held back a portion of the cash for various indemnifications. The fair values shown on this report represent the County's potential cash recovery from the amounts being retained by the Receivers. Rhinebridge may make one last small payment later this year.

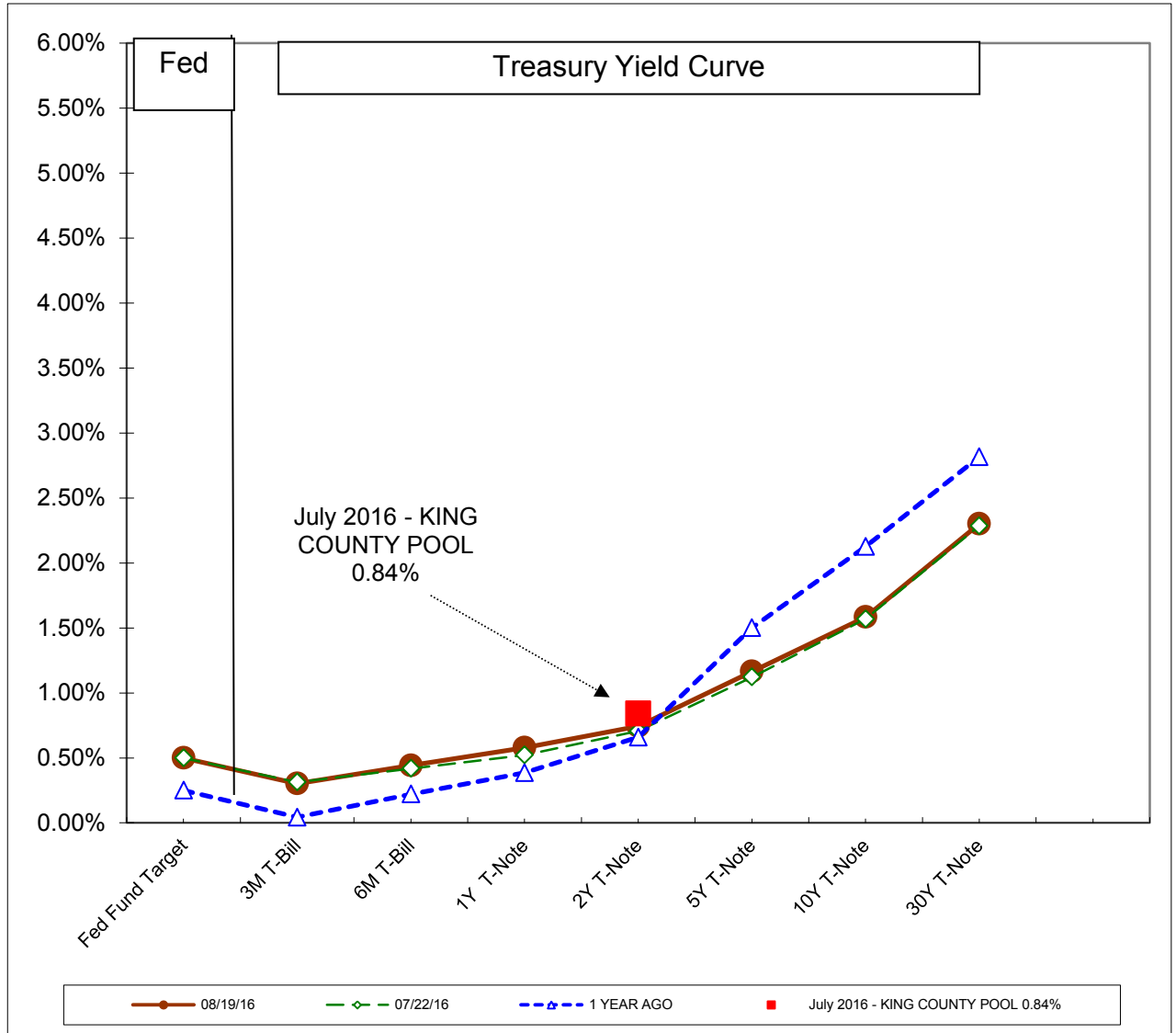
(2) During September 2009, the County completed the restructuring process for Victoria. Based on consultations with legal and financial experts, the County elected to participate in an "Exchange Offer" in which the County's pro rata share of assets in Victoria were transferred to a new company titled VFNC Trust. At the time of Victoria's restructuring the County's financial advisor estimated that by participating in the exchange offer that the overall recovery rate could be between 50 to 76 percent, and potentially higher. The VFNC Trust investment replaced Victoria in the "impaired pool" and it continues to make monthly cash distributions. It is expected that future monthly distributions will continue for at least 5 or 6 more years, or as long as the underlying securities continue to make cash payments. We do not foresee distributing any realized losses related to Victoria until it is apparent that no further cash flows will be forthcoming. Adding the cash recoveries through June and assuming that the asset could be sold at the assumed prices for the underlying securities, the current estimated total recovery would be approximately 92% of the original investment's adjusted par amount.

Combined Earnings History for Impaired and Non-Impaired Pools

| | (A) | (B) | (A) + (B) |
|----------|---|---|--|
| | <i>Distributed Realized Gains/Losses Resulting from Impaired Investments Purchased in 2007 ⁽³⁾</i> | <i>Total Pool Earnings Distribution</i> | <i>Net Pool Earnings Distributed</i> |
| YTD 2016 | \$189,049 | \$27,212,182 | \$27,401,231 |
| 2015 | (\$427,263) | \$33,344,087 | \$32,916,824 |
| 2014 | \$0 | \$26,330,761 | \$26,330,761 |
| 2013 | \$0 | \$24,331,721 | \$24,331,721 |
| 2012 | (\$1,204,894) | \$25,978,721 | \$24,773,827 |
| 2011 | \$0 | \$29,270,651 | \$29,270,651 |
| 2010 | \$0 | \$42,160,462 | \$42,160,462 |
| 2009 | \$0 | \$71,036,470 | \$71,036,470 |
| 2008 | (\$73,296,907) | \$135,838,883 | \$62,541,976 |
| 2007 | \$0 | \$199,099,971 | \$199,099,971 |
| 2006 | \$0 | \$165,576,358 | \$165,576,358 |

(3) Figures have not been adjusted for recoveries from legal settlements.

INTEREST RATE SUMMARY



| | 08/19/16 | 07/22/16 | 1 YEAR AGO |
|-----------------|----------|----------|------------|
| Fed Fund Target | 0.50% | 0.50% | 0.25% |
| 3M T-Bill | 0.30% | 0.31% | 0.04% |
| 6M T-Bill | 0.44% | 0.42% | 0.22% |
| 1Y T-Note | 0.58% | 0.52% | 0.39% |
| 2Y T-Note | 0.74% | 0.71% | 0.66% |
| 5Y T-Note | 1.17% | 1.12% | 1.50% |
| 10Y T-Note | 1.58% | 1.57% | 2.13% |
| 30Y T-Note | 2.30% | 2.29% | 2.82% |

King County Executive Finance Committee

Interfund Borrowing Report for EFC, August 24, 2016 (July-2016)

Below is a summary of the causes of the current deficit cash balances.

Funds listed in Black have a description of the cause of the deficit; funds listed in Blue have an EFC-approved loan in place.

Items in Green have not yet been analyzed or needs to be revisited; items in Red appear unusual in nature and should be discussed during today's meeting.

| Interest on Interfund Loans - County Tier 2 Funds Paying Interest | | | | | |
|--|--------------|------------------------|-----------------------|---|--|
| Item # | Fund No. | AVG Borrowed | Fund Name | Description | |
| E | 00-000-001-0 | (4,932,795.11) | GENERAL FUND | Carryover seasonal deficit/ tax distributions | |
| | 00-000-143-1 | (56,919.72) | ANIMAL SERVICES | Research of JUL-2016 usage transaction on-going | |
| APPRV'D | A1 | (20,134,600.22) | PUBLIC HEALTH | APPROVED INTERFUND LOAN IN PLACE | |
| Pooled Tier 1 Funds with Negative Cash Balances | | | | | |
| Item # | Fund No. | Lowest Cash | Average Cash | Fund Name | Description |
| E | 00-000-106-0 | (298,906.47) | (62,676.15) | VETERANS RELIEF | Pending tax receipts and usage reimbursements |
| C | B1 | (2,399,895.49) | (1,325,901.89) | SHARED SERVICES FUND | Pending transfer from 121-1 |
| F | B2 | (176,275.41) | (87,356.55) | DPER GENERAL PUBLIC SERVICES | Timing difference betw revenue and expenditures |
| A | B5 | (1,704,714.81) | (1,321,931.82) | KC FLD CNTRL OPR CONTRACT | Reimbursement from District has long approval process |
| APPRV'D | B7 | (3,757,489.12) | (3,454,345.59) | PS EMERG RADIO NETWORK CAPITAL | APPROVED INTERFUND LOAN IN PLACE - LEVY FUNDED IN 2016 |
| D | B8 | (673,634.66) | (416,736.06) | FMD-PARKS FACILITY REHAB | Pending REET collections + error correction of 121K. |
| B | B9 | (1,143,034.58) | (1,119,180.32) | OS KC NON BND FND SUBFUND | Funded by reimbursible grants billed quarterly or annually |
| | 00-000-357-1 | (1,433,853.51) | (599,456.77) | KC FLD CNTRL CAP CONTRACT | Reimbursement from District has long approval process |
| F | B10 | (218.09) | (218.09) | WTD INTERNALLY FINANCED | Pending transfer from WTD Operating fund |
| APPRV'D | B11 | (3,028,759.50) | (2,616,527.15) | BLDG RPR & REPLACEMENT | APPROVED INTERFUND LOAN IN PLACE - LEVY FUNDED IN 2016 |
| B | B12 | (88,225.88) | (8,555.51) | CONSTRUCTION AND DEMO PRG | Carryover timing difference deficit, cash positive end of June |
| Excluded County Funds with Negative Cash Balances - Tier 2 Funds Not Paying Interest | | | | | |
| Item # | Fund No. | Lowest Cash | Average Cash | Fund Name | Description |
| B | C1 | (157,781.97) | (57,936.65) | WA ARCHIVES LOC REC GRANT | Pending grant reimbursement |
| B | C2 | (3,467,346.23) | (2,945,722.97) | FED HOUSNG & COMM DEV FMD | Pending grant reimbursement |
| F | C3 | (22,587,658.73) | 1,320,075.26 | PAYROLL REVOLVING | Timing difference; ended positive in July |
| F | C4 | (230,951.17) | (81,950.40) | DEBT SERVICE CLEARING FND | Timing difference within the month |
| D | C5 | (7,694.95) | (1,168.72) | ASSMT DISTRIBTN / REFUND | Timing difference - pending special distribution |

A: Reimbursement funds - reimbursements are collected periodically from other funds
 B: Reimbursement funds - pay expenditures first, get reimbursed later, interfund cash transfers - different subfunds within one Agency
 C: Subfund cash transfers - different subfunds within one Agency
 D: Known accounting or cash transfer error
 E: Anticipated seasonality of receipts
 F: Timing issue of receipts and disbursements

Thanks - if you have questions please contact me at manny.cristobal@kingcounty.gov

Interfund Loans to District & Non-District Funds **July 2016**

District Interfund

| District | District Descriptions | Average Borrowed | Average Cash Balance | Total Borrowed | |
|----------------------|----------------------------|-----------------------|-----------------------|--------------------------|----------------------|
| 62108880 | FED WAY SD 210 COP | (\$0.03) | (\$0.01) | (\$0.42) | <= Corrected |
| 64048400 | SKYKOMISH SCH LTD GO BOND | (\$0.01) | (\$0.01) | (\$0.31) | <= Not Material |
| 64148400 | LAKE WA SD414 LTD GO BOND | (\$0.09) | (\$0.08) | (\$2.52) | <= Corrected |
| 70120010 | ALGONA GEN TAX REG FUND | (\$126.44) | \$2,612.80 | (\$2,023.05) | <= Non-District Fund |
| 70210010 | AUBURN GEN TAX REG FUND | (\$521.39) | \$91,431.17 | (\$5,213.87) | <= Non-District Fund |
| 70360010 | BELLEVUE GEN TAX REG FUND | (\$976.57) | \$475,639.48 | (\$976.57) | <= Non-District Fund |
| 70420010 | BLACK DIAMOND GEN TX RG C | (\$329.12) | \$4,463.13 | (\$1,645.58) | <= Non-District Fund |
| 70450010 | BOTHELL GENERAL TAX REG C | (\$465.62) | \$62,126.08 | (\$1,862.47) | <= Non-District Fund |
| 70450020 | BOTHELL LIFT REV | (\$22.18) | (\$4.69) | (\$155.26) | <= Non-District Fund |
| 70454010 | BOTHELL DRAINAGE UTILITY | (\$12,406.77) | (\$11,276.32) | (\$359,796.40) | <= Non-District Fund |
| 70458510 | BOTHELL G O BOND FUND | (\$50.23) | (\$23.81) | (\$954.31) | <= Non-District Fund |
| 70530010 | BURIEN GENERAL | (\$1,144.82) | \$51,793.72 | (\$3,434.46) | <= Non-District Fund |
| 70534010 | BURIEN DRAINAGE UTILITY | (\$16,493.38) | (\$16,493.38) | (\$511,294.82) | <= Non-District Fund |
| 70804010 | COVINGTON DRAINAGE UTILIT | (\$10,564.39) | (\$10,564.39) | (\$327,496.15) | <= Non-District Fund |
| 70950010 | DES MOINES GEN TAX REG C | (\$292.06) | \$39,885.57 | (\$3,504.75) | <= Non-District Fund |
| 70954010 | DES MOINES DRAINAGE UTILI | (\$18,146.02) | (\$18,146.02) | (\$562,526.49) | <= Non-District Fund |
| 71350010 | ENUMCLAW GEN TAX REG C | (\$96.61) | \$11,565.84 | (\$193.22) | <= Non-District Fund |
| 71640020 | FEDERAL WAY LIFT REV | (\$0.79) | (\$0.18) | (\$11.03) | <= Non-District Fund |
| 71644010 | FED WAY DRAINAGE UTILITY | (\$21,247.20) | (\$21,247.20) | (\$658,663.07) | <= Non-District Fund |
| 72320010 | HUNTS POINT GEN TAX REG T | (\$24.42) | (\$18.53) | (\$708.18) | <= Non-District Fund |
| 72600010 | ISSAQUAH GEN TAX REG C | (\$369.46) | \$104,674.99 | (\$1,108.39) | <= Non-District Fund |
| 72608510 | ISSAQUAH G O BOND FUND | (\$39.79) | \$353.67 | (\$159.17) | <= Non-District Fund |
| 72800010 | CITY OF KENMORE | (\$488.36) | \$46,905.01 | (\$2,930.19) | <= Non-District Fund |
| 72804010 | CITY OF KENMORE DRAINAGE | (\$9,354.66) | (\$9,354.66) | (\$289,994.56) | <= Non-District Fund |
| 73050010 | KENT GEN TAX REG C | (\$597.75) | \$129,032.68 | (\$1,195.50) | <= Non-District Fund |
| 73094010 | KIRKLAND DRAINAGE UTILITY | (\$51,482.55) | (\$51,482.55) | (\$1,595,959.13) | <= Non-District Fund |
| 73098510 | KIRKLAND G O BOND FUND | (\$4.38) | \$138.69 | (\$4.38) | <= Non-District Fund |
| 73310010 | LAKE FOREST PK GN TX RG C | (\$403.98) | \$23,055.20 | (\$2,827.85) | <= Non-District Fund |
| 73314010 | LAKE FRST DRAINAGE UTLY | (\$5,671.39) | (\$5,671.39) | (\$175,813.10) | <= Non-District Fund |
| 73500010 | MAPLE VALLEY GENERAL TAX | (\$386.66) | \$52,553.19 | (\$5,413.30) | <= Non-District Fund |
| 73504010 | MAPLE VALLEY DRAIN UTILIT | (\$6,814.59) | (\$6,814.59) | (\$211,252.36) | <= Non-District Fund |
| 73850010 | NEWCASTLE GENERAL TAX REG | (\$934.41) | \$24,730.07 | (\$11,212.97) | <= Non-District Fund |
| 73854010 | NEWCASTLE DRAINAGE UTILTY | (\$4,320.74) | (\$4,320.74) | (\$133,942.86) | <= Non-District Fund |
| 74054010 | NORMANDY PARK DRAIN UTIL | (\$2,925.70) | (\$2,925.70) | (\$90,696.74) | <= Non-District Fund |
| 74060010 | NORTH BEND GEN TAX REG T | (\$163.75) | \$17,617.37 | (\$982.48) | <= Non-District Fund |
| 74510010 | PACIFIC GEN TAX REG C | (\$131.39) | \$5,523.93 | (\$1,313.94) | <= Non-District Fund |
| 75150010 | REDMOND GEN TAX REG C | (\$809.78) | \$138,762.63 | (\$1,619.56) | <= Non-District Fund |
| 75200010 | RENTON GEN TAX REG C | (\$3,422.12) | \$172,585.10 | (\$6,844.24) | <= Non-District Fund |
| 75304010 | SAMMAMISH DRAINAGE UTIL | (\$23,572.71) | (\$23,572.71) | (\$730,753.87) | <= Non-District Fund |
| 75420010 | SEATAC GEN TAX REG | (\$544.12) | \$113,201.73 | (\$5,441.19) | <= Non-District Fund |
| 75424010 | SEA-TAC DRAINAGE UTILITY | (\$12,810.55) | (\$12,810.55) | (\$397,127.14) | <= Non-District Fund |
| 75450010 | SEATTLE GEN TAX REG C | (\$11,317.42) | \$2,011,203.25 | (\$11,317.42) | <= Non-District Fund |
| 75451190 | SEATTLE EMS TAX FUND | (\$2,231.68) | \$7,521.02 | (\$4,463.36) | <= Non-District Fund |
| 75454010 | SEATTLE DRAINAGE UTILITY | (\$550,132.74) | (\$505,931.08) | (\$15,953,849.50) | <= Non-District Fund |
| 75458510 | SEATTLE GO BOND FUND | (\$1,061.74) | \$4,859.41 | (\$1,061.74) | <= Non-District Fund |
| 75480010 | SHORELINE GENERAL TAX | (\$796.39) | \$67,410.77 | (\$5,574.76) | <= Non-District Fund |
| 75484010 | SHORELINE DRAINAGE UTILIT | (\$21,960.97) | (\$21,960.97) | (\$680,790.18) | <= Non-District Fund |
| 75488510 | 2006 SHORELINE BOND | (\$120.20) | \$179.99 | (\$1,442.35) | <= Non-District Fund |
| 75540010 | SNOQUALMIE GEN TAX REG T | (\$247.06) | \$43,274.15 | (\$2,964.76) | <= Non-District Fund |
| 75548510 | CT OF SNOQUALMIE GO BD | (\$11.37) | \$30.26 | (\$159.14) | <= Non-District Fund |
| 76510010 | WOODINVILLE GENERAL | (\$479.82) | \$16,945.80 | (\$5,757.86) | <= Non-District Fund |
| 76514010 | WOODINVILLE DRAINAGE UTIL | (\$6,130.57) | (\$6,130.57) | (\$190,047.68) | <= Non-District Fund |
| 77210010 | YARROW POINT GN TX REG T | (\$72.64) | \$8,614.23 | (\$653.79) | <= Non-District Fund |
| 77214010 | YARROW POINT DRAINAGE UTIL | (\$308.85) | (\$308.85) | (\$9,574.39) | <= Non-District Fund |
| 91043020 | WATER 104 CIP 2012 | (\$0.04) | (\$0.04) | (\$1.24) | <= Not Material |
| 100118400 | FD #11 LTD GO BOND | (\$20,011.25) | (\$7,100.77) | (\$220,123.75) | <= Corrected |
| Report Total: | | (\$823,039.72) | \$2,992,531.14 | (\$23,194,837.77) | |

DEFINITIONS

Total Borrowed

Sum of all daily ending negative cash balances for a fund in a particular month.

Average Borrowed

Total borrowed by a fund divided by the number of days in a particular month that the fund had a negative ending balance.

Average Cash Balance

Sum of all ending cash balances (positive & negative) for an entire month divided by the number of days in that month.

Interfund Borrowings from Surplus King County Cash (Automated System)
07/31/16

| Borrowing Entity | Borrowing Fund Number | Fund Name | Reason For Loan & Repayment Method | Loan Amount Authorized | Fund Balance at Month-end | Average Amount Borrowed | Interest Paid in Current Month ⁽¹⁾ | Term of Loan | Loan Rate | Lending Entity | Date of EFC Approval |
|------------------|-----------------------|------------------------------------|--|---|---------------------------|-------------------------|---|--|-----------|--------------------------|---|
| King County | 00-000-1030 | County Road Fund | Interim funding to continue operating programs. Repayment from property tax collections. | Original Loan: \$20,000,000 Revised Amt: \$35,000,000 Revised Amt: \$30,000,000 Revised Amt: \$25,000,000 | \$23,115,848 | \$0 | \$0 | 1/31/2011 12/31/2011 12/31/2013 12/31/2014 12/31/2016 | Pool Rate | King County Surplus Cash | 7/28/2010 1/26/11 12/7/11 12/5/12 12/4/13 12/3/14 |
| King County | 00-000-1341 | DPER Abatement Sub-Fund | Clean-up construction materials at processing center on MLK Way South. Repayment from sale of property | Original Loan: \$400,000 | \$170,641 | \$0 | \$0 | 12/31/2018 | Pool Rate | King County Surplus Cash | 6/24/2015 |
| King County | 00-000-1800 | Public Health Fund | Unmatched reimbursements. Repayment from grant billings, grantor payments, and environmental health permit payments. | Original Loan: \$12,000,000 Revised Amt: \$19,000,000 Revised Amt: \$26,000,000 Revised Amt: \$30,000,000 Revised Amt: \$40,000,000 | (\$17,986,888) | \$20,134,600 | \$14,365 | 7/31/2013 10/31/2013 4/30/14 1/31/2015 1/28/2015 12/31/16 | Pool Rate | King County Surplus Cash | 5/22/13 7/24/13 12/4/13 5/28/14 12/26/14 1/28/15 12/2/15 |
| King County | 00-000-3361 | PSERN Levey Fund | Interim funding until levy revenue is sufficient. | Original Loan: \$30,000,000 | (\$3,757,489) | \$3,454,346 | \$2,464 | 7/31/2016 | Pool Rate | King County Surplus Cash | 4/22/2015 7/22/15 |
| King County | 00-000-3781 | KCIT Capital Fund | Fill gap for Mainframe and Unified Communication project not fully covered by bond proceeds. | Original Loan: \$5,200,000 | \$8,112,252 | \$0 | \$0 | 12/31/2019 | Pool Rate | King County Surplus Cash | 6/25/2014 |
| King County | 00-000-3850 | Road Facilities Construction | Advance payments required for Summit Pit sale. Repayment from Summit Pit property sale proceeds. | Original Loan: \$5,000,000 Revised Amt: \$7,000,000 Revised Amt: \$10,000,000 Revised Amt: \$4,000,000 | \$9,595,077 | \$0 | \$0 | 1/31/2011 12/31/2011 12/31/2012 12/31/2014 12/31/2016 | Pool Rate | King County Surplus Cash | 7/28/2010 1/26/11 12/7/11 12/5/12 2/27/13 12/4/13 12/3/14 |
| King County | 00-000-3860 | Road's Capital Construction | Provide uninterrupted funding for capital improvement program. Repayment from property tax receipts and Seattle South Park Bridge project. | Original Loan: \$30,000,000 Revised Amt: \$15,000,000 Revised Amt: \$20,000,000 | \$17,554,582 | \$0 | \$0 | 1/31/2011 12/31/2011 12/31/2012 12/31/2014 12/31/2016 | Pool Rate | King County Surplus Cash | 7/28/2010 1/26/11 12/7/11 12/5/12 12/3/14 |
| King County | 00-000-3951 | Building Repair & Replacement Fund | Support Phase 2 of King Street Center work space consolidation. Repayment from lease payments. | Original Loan: \$2,275,600 Revised Amt: \$4,976,000 | (\$3,028,760) | \$2,616,527 | \$1,867 | 12/31/2020 | Pool Rate | King County Surplus Cash | 5/27/2015 1/27/16 |
| King County | 00-000-5531 | KCIT Services Fund | Establish an escrow account for data center bond defeasance. Repayment from existing KCIT rates. | Original Loan: \$8,100,000 | \$27,578,305 | \$0 | \$0 | 12/31/2023 | Pool Rate | King County Surplus Cash | 2/24/2016 |

Interfund Borrowings (Direct Loans)
07/31/16

| Borrowing Entity | Borrowing Fund Number | Fund Name | Reason For Loan & Repayment Method | Loan Amount Authorized | Loan Outstanding at Month-end | Fund Balance At Month-end | Interest Paid | Term of Loan | Loan Rate | Lending Entity | Date of EFC Approval |
|------------------|-----------------------|---|--|------------------------|-------------------------------|---------------------------|---------------|--------------|-----------|---|----------------------|
| King County | 00-000-2140 | Miscellaneous Grants Fund | Cash flow. Future grant reimbursement. | \$700,000 | \$300,000 | \$2,064,415 | \$0 | Open | 0% | King County General Fund | 11/26/1975 |
| King County | 00-000-3160 | Parks and Recreation Open Space Construction Fund | Borrowing is necessary to fulfill the legislative intent of Ordinance 17759 - a use agreement with the Ravensdale Park Foundation. Repayment from REET II revenue. | \$1,475,000 | \$475,000 | \$164,652 | N/A | 12/31/2017 | Pool Rate | Parks and Recreation Fund (1451) | 3/26/2014 |
| King County | 00-000-3781 | KCIT Enterprise Services CIP fund | Cover the Institutional Network equipment replacement. Repayment from the I-Net operating revenue and Public Educational and Government fees collected in I-Net operating fund (4531). | \$1,520,000 | \$0 | \$8,112,252 | N/A | 2/28/2017 | Pool Rate | KCIT Radio Communications CIP Fund (3473) | 1/25/2012 |

(1) Estimated, data not available.